Form 3160-3 (August 1999)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

5. Lease Serial No.

UTU-01191

APPLICATION FOR PERMIT TO	6. If Indian, Allottee or Tribo	e Name			
1a. Type of Work: X DRILL REENTER 7. If Unit or CA Agreement, N					
<del></del>			UNIT #891008	3900A	
			8. Lease Name and Well No	· · · · · · · · · · · · · · · · · · ·	
b. Type of Well: Oil Well X Gas Well Other	Single Zone X	Multiple Zone	NBU 1022-0	3CT	
2. Name of Operator			9. API Well No.		
KERR-MCGEE OIL & GAS ONSHORE LP			43-047-	-/	
3A. Address	3b. Phone No. (include area co	•	10. Field and Pool, or Explor	•	
PO BOX 173779, DENVER, CO 80123 4. Location of Well (Report location clearly and in accordance with	(720) 929-6		NATURAL BU	·	
At surface NENW - 715' FNL, 1777' FWL - LOT		9.983227	11. Sec., T., R., M., or Blk, a	nd Survey or Area	
At proposed prod. Zone	44248684-109	.428471	SEC 3-T10S-I	R22E	
14. Distance in miles and direction from nearest town or post office*		<del></del>	12. County or Parish	13. State	
9.4 +/- MILES SOUTH EAST OF OURAY, UTAH			UINTAH	UT	
5. Distance from proposed* location to nearest	16. No. of Acres in lease	17. Spacing Unit dea	dicated to this well		
property or lease line, fi. 715' (Also to nearest drig, unit line, if any)	1041.70				
• • • • • • • • • • • • • • • • • • • •	1041.78	20. BLM/BIA Bond	40		
8. Distance from proposed location* to nearest well, drilling, completed, REFER TO	19. Proposed Depth	20. BLM/BIA Bond			
applied for, on this lease, ft. TOPO C	8900		WYB-000291		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work wi		23. Estimated duration		
5072 GR	UPON APPRO	OVAL	TO BE DETERN	MINED	
	24. Attachments				
The following, completed in accordance with the requirements of Ons	hore Oil and Gas Order No. 1, sl	nall be attached to this	form:		
. Well plat certified by a registered surveyor.	4. Bond to co	ver the operations unl	less covered by an existing bond	on file (see	
2. A Drilling Plan.	Item 20 abo	•	one covered by an onibing cond	0.1.1.0 (000	
3. A Surface Use Plan (if the location is on National Forest System La	ŀ	•			
SUPO shall be filed with the appropriate Forest Service Office.	,		on and/or plans as may be require	ad beedla	
301 O shall be fried with the appropriate Potest Service Office.	authorized of	•	in and/or plans as may be require	ed by the	
	l .				
5. Signature	Name (Printed/Typed)		Date	112/2000	
Title VOVV	RALEEN WHITI	<u>'</u>	. 0	5/13/2008	
SR\ REGULATORY AMALYST					
Approved by Signature	Name (Printed/Typed)		Date	· · · · · · · · · · · · · · · · · · ·	
Beschille	BRADIFY	'C LIII	(%)	-18-08	
Title	OffienVIRONMENT,				
Application approval does not warrant or certify that the applicant hole	ds legal or equitable title to those	rights in the subject le	ease which would entitle the app	licant to conduct	
pperations thereon.					
Conditions of approval, if any, are attached.					

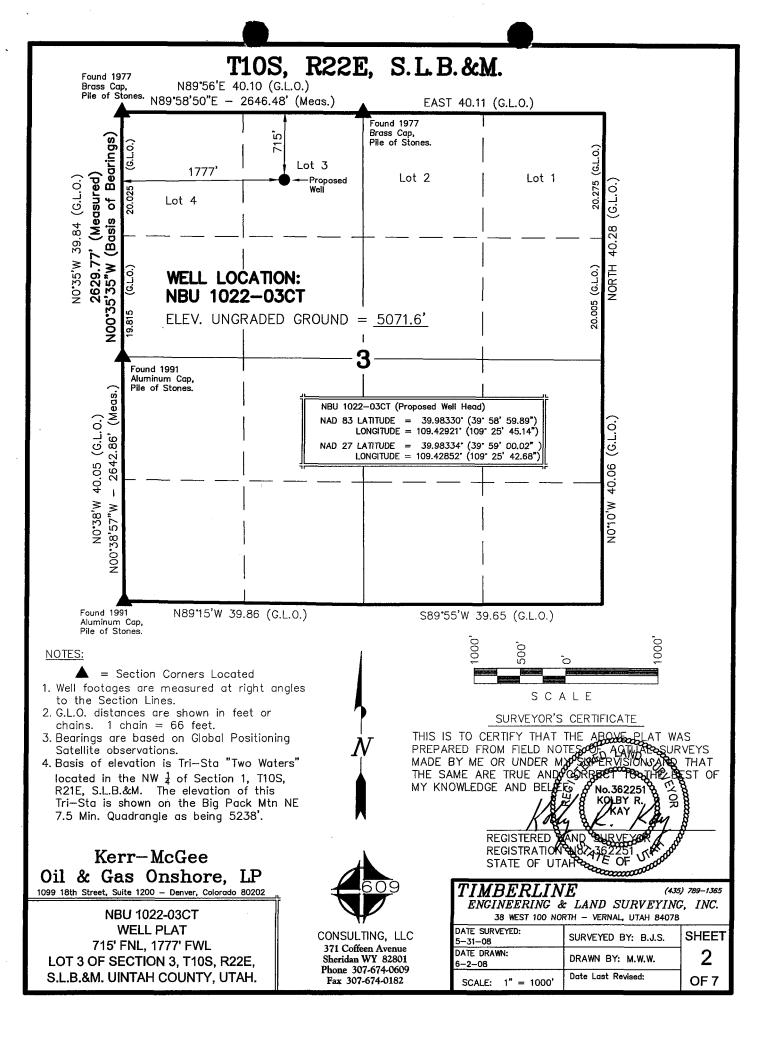
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United

\*(Instructions on reverse)

RECEIVED
JUN 1 6 2008

DIV. OF OIL, GAS & MINING

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



#### NBU 1022-03CT TWIN TO NBU 165 NENW Sec. 3, T10S,R22E UINTAH COUNTY, UTAH UTU-01191

#### **ONSHORE ORDER NO. 1**

#### DRILLING PROGRAM

#### 1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	1256'
Birds Nest	1495'
Mahogany	2013'
Wasatch	4329'
Mesaverde	6719'
TD	8900'

#### 2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	1256'
Water	Birds Nest	1495'
Water	Mahogany	2013'
Gas	Wasatch	4329'
Gas	Mesaverde	6719'
Water	N/A	
Other Minerals	N/A	

#### 3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

#### 4. Proposed Casing & Cementing Program:

Please see the Natural Buttes Unit SOP.

#### 5. **Drilling Fluids Program:**

Please see the Natural Buttes Unit SOP.

#### 6. <u>Evaluation Program</u>:

Please see the Natural Buttes Unit SOP.

#### 7. <u>Abnormal Conditions</u>:

Maximum anticipated bottomhole pressure calculated at 8900' TD, approximately equals 5518 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3560 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

#### 8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

#### 9. <u>Variances:</u>

Please see Natural Buttes Unit SOP. Please see KMG sundry regarding variance request to Onshore Order #2 regarding Air drilling for surface casing

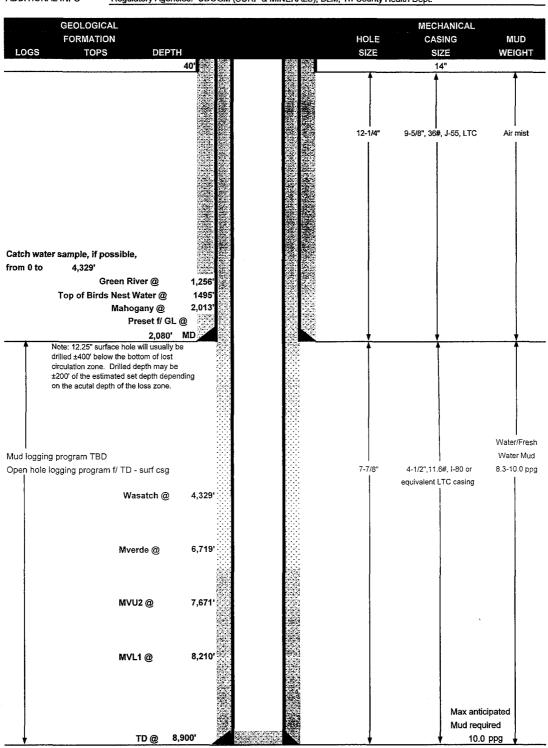
#### 10. Other Information:

Please see Natural Buttes Unit SOP.



## KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME	KERR-McGEE OIL & GAS ONSHORE LP	DATE	June 13,	2008		
WELL NAME	NBU 1022-03CT	TD	8,900'	MD/TVD		
FIELD Natural Butte	es COUNTY Uintah STATE	Utah	ELEVATION	5,072' GL	K	3 5,087'
SURFACE LOCATION	NENW - SEC. 3, T10S, R22E - 715' FNL, 177	77' FWL LOT	3		BHL	Straight Hole
	Latitude: 39.983340 Longitude: 109	.429210				
OBJECTIVE ZONE(S)	Wasatch/Mesaverde					
ADDITIONAL INFO	Regulatory Agencies: UDOGM (SURF & MIN	IERALS), BLI	VI, Tri-County	Health Dept.	•	





#### KERR-McGEE OIL & GAS ONSHORE LP

#### DRILLING PROGRAM

#### CASING PROGRAM

									DESIGN FACTO	DRS
	SIZE	IN.	TERV	AL	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"		0-40'					-		
		-						3520	2020	453000
SURFACE	9-5/8"	0	to	2080	36.00	J-55	LTC	1.32	2.08	7.70
								7780	6350	201000
PRODUCTION	4-1/2"	0	to	8900	11.60	I-80	LTC	2.91	1.37	2.23
									l ·	
	ł						ŀ		1	

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TV/D of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

10.0 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

MASP 2670 psi

#### CEMENT PROGRAM

		FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1			+ .25 pps flocele				
	TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50	,	15.60	1.18
			+ 2% CaCl + .25 pps flocele				
	TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE			NOTE: If well will circulate water to s	urface, op	tion 2 will b	e utilized	
Option 2	LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
			+.25 pps Flocele + 3% salt BWOC		1.5		
	TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
		*	+ .25 pps flocele				
	TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTIO	<b>N</b> LEAD	3,820'	Premium Lite II + 3% KCI + 0.25 pps	420	60%	11.00	3.38
			celloflake + 5 pps gilsonite + 10% gel				
			+ 0.5% extender	1			
	TAIL	5,080'	50/50 Poz/G + 10% sait + 2% gel	1420	60%	14.30	1.31
			+.1% R-3				

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

#### FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring
	centralizers. Thread lock guide shoe.
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow
	spring centralizers.

#### ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.	
BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &	
tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper	
& lower kelly valves.	
Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.	
Most rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utilitized.	

DRILLING ENGINEER:		DATE:
	Brad Laney	
DRILLING SUPERINTENDENT:		DATE:
	Randy Bayne	

<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

#### NBU 1022-03CT TWIN TO NBU 165 NENW, SEC. 3, T10S, R22E, SLB&M UINTAH COUNTY, UTAH UTU-01191

#### ONSHORE ORDER NO. 1

#### **MULTI-POINT SURFACE USE & OPERATIONS PLAN**

#### 1. <u>Existing Roads</u>:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

#### 2. Planned Access Roads:

No new access road is proposed. Refer to Topo Map B.

Existence of pipelines; maximum grade; turnouts; major cut and fills, culverts, or bridges; gates, cattle guards, fence cuts, or modifications to existing facilities were determined at the on-site.

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

#### 3. <u>Location of Existing Wells Within a 1-Mile Radius:</u>

Please refer to Topo Map C.

#### 4. Location of Existing & Proposed Facilities:

Please see the Natural Buttes Unit SOP.

Utilizing existing pipeline.

#### Variances to Best Management Practices (BMPs) Requested:

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon Brown (2.5Y 6/2), a non-reflective earthtone.

Interim Surface Reclamation Plan:

This exception is requested due to the current twin and multi-well program. If determined that this well will not be a candidate for either twinning &/or multi-well the operator shall spread the topsoil pile on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The operator will reseed the area using the BLM recommended seed mixture and reclamation methods.

#### 5. <u>Location and Type of Water Supply:</u>

Please see the Natural Buttes SOP.

#### 6. Source of Construction Materials:

Please see the Natural Buttes SOP.

#### 7. Methods of Handling Waste Materials:

Please see the Natural Buttes SOP.

A plastic reinforced liner is to be used as discussed during on-site inspection. It will be a minimum of 20 mil thick and felt, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E, Pipeline Facility Sec. 36, T9S, R20E, Goat Pasture Evaporation Pond SW/4 Sec. 16, T10S, R22E, Bonanza Evaporation Pond Sec. 2, T10S, R23E (Request is in lieu of filing Form 3160-5, after initial production).

#### 8. Ancillary Facilities:

Please see the Natural Buttes SOP.

#### 9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

#### 10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

Upon reclamation of the pit the operator will utilize the same seed mix approved for the NBU 165. Operator shall call the BLM for the seed mixture when final reclamation occurs.

#### 11. Surface and Mineral Ownership:

The well pad, access road, pipeline and mineral ownership are listed below:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

#### 13. Other Information:

A Class III archaeological survey, T&E Clearance and a paleontological survey have been performed and will be sent to the BLM with a form letter

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying within the boundaries of the Unit.

#### 13. Lessee's or Operator's Representative & Certification:

Raleen White Sr. Regulatory Analyst Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO (720) 929-6666 Randy Bayne Drilling Manager Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by BLM Nationwide Bond #WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Raleen White

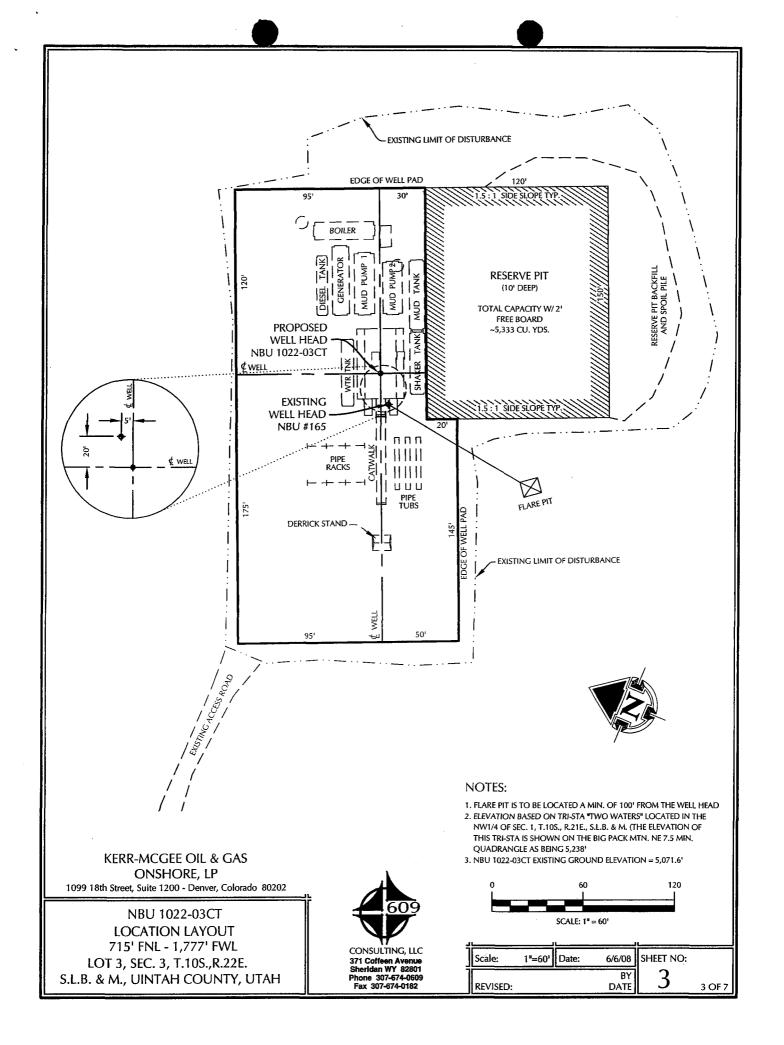
6/13/2008

Date

### Kerr-McGee Oil & Gas Onshore, LP NBU #1022-03CT SECTION 3, T10S, R22E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH, ALONG U.S. HIGHWAY 40 APPROXIMATELY 13.2 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 16.5 MILES TO OURAY, UTAH: PROCEED FROM OURAY, UTAH, IN A SOUTHERLY DIRECTION ON STATE HIGHWAY 88 APPROXIMATELY 9.4 MILES TO THE JUNCTION OF STATE HIGHWAY 88 AND SEEP RIDGE ROAD; EXIT LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 1.7 MILES TO THE JUNCTION OF THIS ROAD AND GLEN BENCH ROAD; EXIT LEFT AND PROCEED IN AN EASTERLY DIRECTION FOR APPROXIMATELY 5.1 MILES TO THE JUNCTION OF THIS ROAD AND BITTER CREEK ROAD; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION, GRADUALLY CHANGING TO SOUTHEASTERLY FOR APPROXIMATELY 4.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTH: TURN LEFT AND PROCEED IN A NORTHERLY DIRECTION. GRADUALLY CHANGING TO NORTHEASTERLY APPROXIMATELY 3.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST: TURN RIGHT AND PROCEED IN AN EASTERLY DIRECTION, GRADUALLY CHANGING TO NORTHERLY APPROXIMATELY 1.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD: TURN RIGHT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.5 MILES TO THE JUNCTION OF THIS ROAD AND THE PROPOSED NBU 1022-03CT WELL LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH, TO THE PROPOSED NBU 1022-03CT WELL LOCATION IS APPROXIMATELY 55.4 MILES.



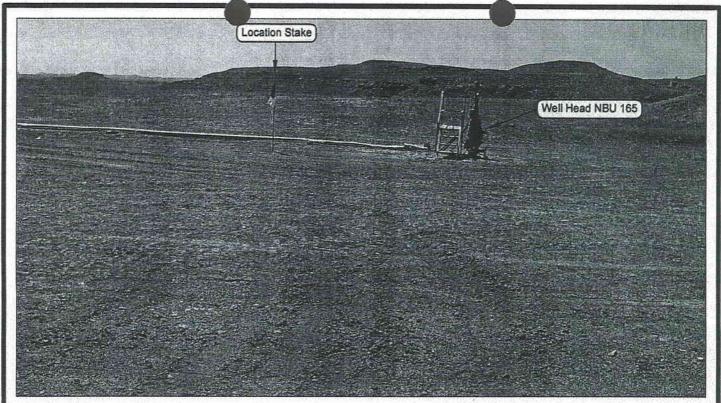


PHOTO VIEW: LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY

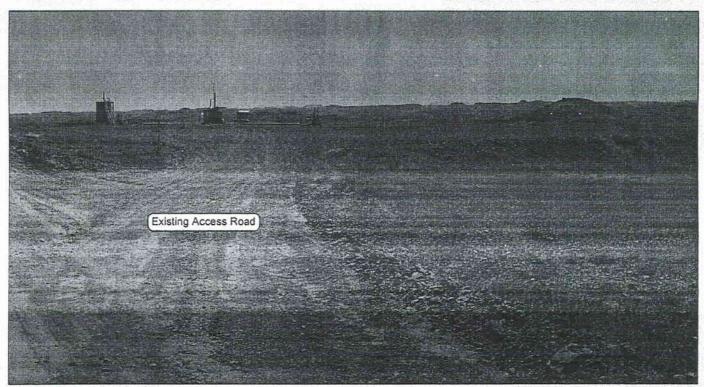


PHOTO VIEW: EXISTING ROAD

Kerr-McGee Oil & Gas Onshore, LP

1099 18th Street, Suite 1200 - Denver, Colorado 80202

NBU 1022-03CT 715' FNL, 1777' FWL LOT 3 OF SECTION 3, T10S, R22E, S.L.B.&M. **UINTAH COUNTY, UTAH.** 



CONSULTING, LLC 371 Coffeen Avenue Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

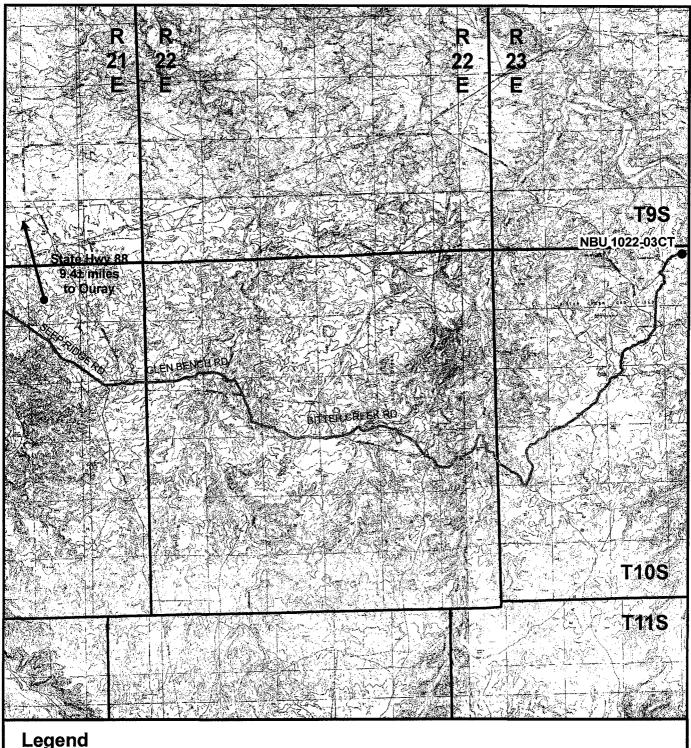
CAMERA ANGLE: SOUTHEASTERLY

LOCATION PHOTOS		DATE TAKEN: 05-31-08	
LOCATION	1110105	DATE DRAWN: 08-03-08	
TAKEN BY: B.J.S.	DRAWN BY: B.R.B.	REVISED:	

Timberline

(435) 789-1365 Engineering & Land Surveying, Inc. 38 WEST 100 NORTH VERNAL, UTAH 84078

SHEET OF 7



#### Legend

Proposed NBU 1022-03CT Well Location

**Existing Access Roads** 

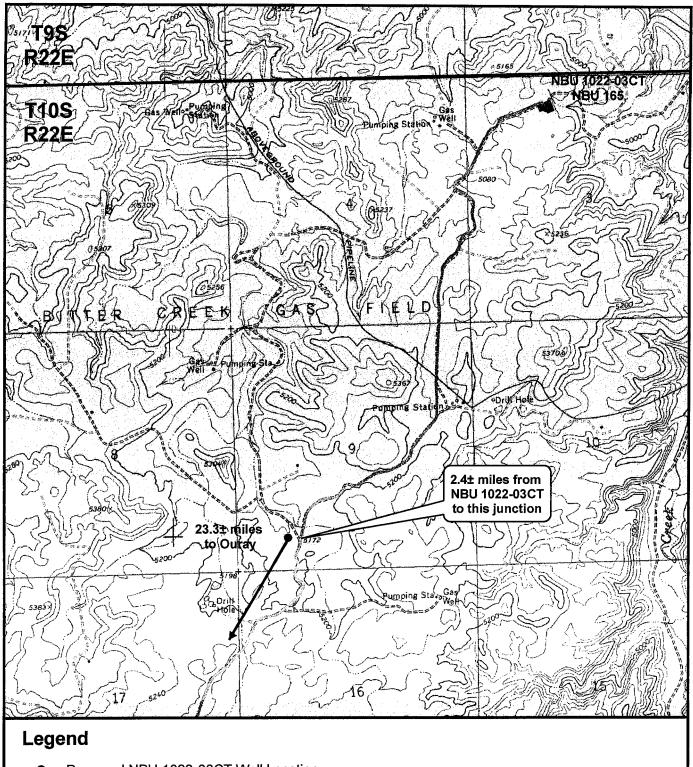
Kerr-McGee Oil & Gas Onshore, LP 1099 18th Street, Suite 1200 - Denver, Colorado 80202

> **NBU 1022-03CT** Topo A 715'FNL, 1777'FWL Lot 3, Section 3, T10S, R22E S.L.B.&M., Uintah County, Utah



Scale: 1:100,000	NAD83 USP Central	Sheet No:
Drawn: JELo Revised:	Date: 6 June 2008 Date:	5

5 of 7



Proposed NBU 1022-03CT Well Location

**Existing Access Roads** 

Kerr-McGee Oil & Gas Onshore, LP 1099 18th Street, Suite 1200 - Denver, Colorado 80202

> **NBU 1022-03CT** Topo B 715' FNL, 1777' FWL Lot 3, Section 3, T10S, R22E S.L.B.&M., Uintah County, Utah



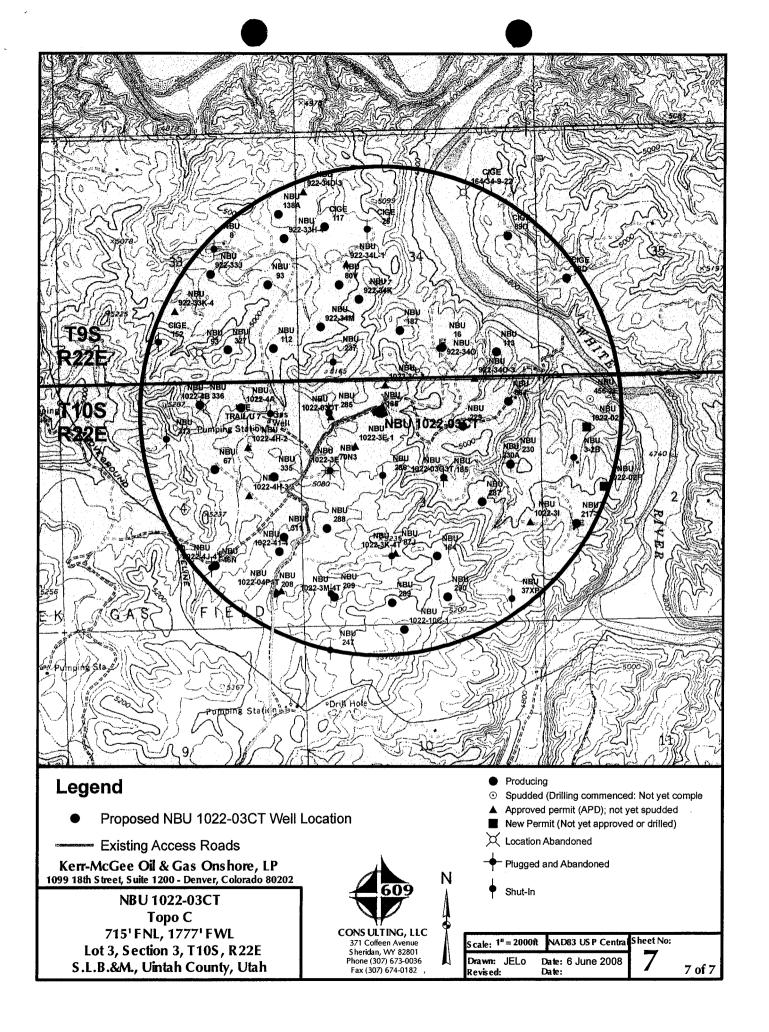
CONSULTING, LLC 371 Coffeen Avenue Sheridan, WY 82801 Phone (307) 673-0036 Fax (307) 674-0182

S cale: 1" = 20001	t NAD83 USP Centra
Drawn: JELo Revised:	Date: 6 June 2008

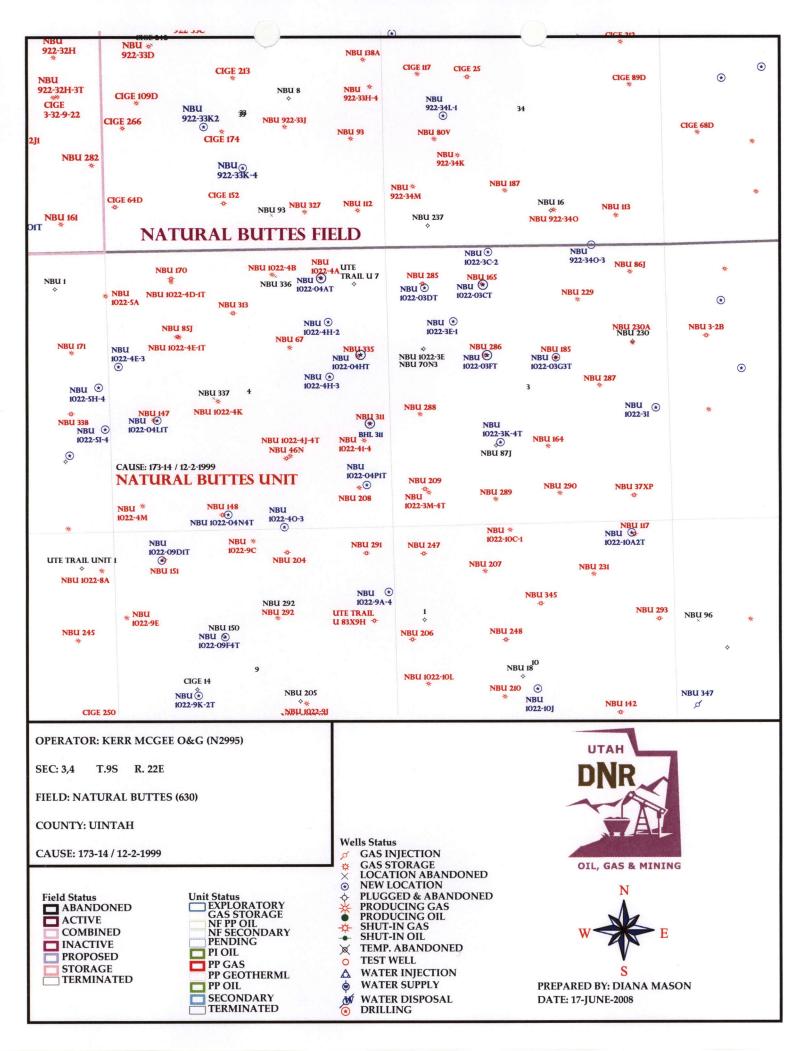
Revised:

Sheet No: 6

6 of 7



APD RECEIVED: 06/16/2008	AP	I NO. ASSIG	NED: 43-04	7-40150
WELL NAME: NBU 1022-03CT  OPERATOR: KERR-MCGEE OIL & GAS ( N2995 )  CONTACT: RALEEN WHITE	РНОМ	E NUMBER:	720-929-666	66
PROPOSED LOCATION:	INSI	PECT LOCATN	BY: /	/
NENW 03 100S 220E SURFACE: 0715 FNL 1777 FWL	Tec	h Review	Initials	Date
BOTTOM: 0715 FNL 1777 FWL	Eng	ineering		
COUNTY: UINTAH	Geo	logy		
LATITUDE: 39.98323 LONGITUDE: -109.4285 UTM SURF EASTINGS: 634185 NORTHINGS: 44268	see Sur	face		
FIELD NAME: NATURAL BUTTES ( 630			1	
LEASE TYPE: 1 - Federal  LEASE NUMBER: UTU-01191  SURFACE OWNER: 1 - Federal		OSED FORMAT		RD
Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. WYB-000291 )  Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-8496 )  RDCC Review (Y/N) (Date: )  Fee Surf Agreement (Y/N) Intent to Commingle (Y/N)	Siting R649-  Drill Board Eff	2-3.  FRAL BUTTES  3-2. Gener g: 460 From Qt  3-3. Excep  ing Unit d Cause No: Date: ng: 460 From Qt	173.14	99 Comm.Track
COMMENTS: Sop, Sp. 10:	te Flex			
STIPULATIONS: 1- Federal Of 2- On S	princ SUALE			



### **United States Department of the Interior**

#### BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

June 18, 2008

#### Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2008 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2008 within the Natural Buttes Unit, Uintah County, Utah.

API # WELL NAME LOCATION

#### (Proposed PZ MesaVerde)

 43-047-40146
 NBU
 922-29LT
 Sec
 29
 T09S
 R22E
 1978
 FSL
 0957
 FWL

 43-047-40147
 NBU
 922-32AT
 Sec
 32
 T09S
 R22E
 0457
 FNL
 0113
 FEL

 43-047-40148
 NBU
 922-32BT
 Sec
 32
 T09S
 R22E
 0701
 FNL
 2116
 FEL

 43-047-40149
 NBU
 1022-03FT
 Sec
 03
 T10S
 R22E
 2059
 FNL
 1825
 FWL

 43-047-40150
 NBU
 1022-03CT
 Sec
 03
 T10S
 R22E
 20715
 FNL
 1777
 FWL

 43-047-40151
 NBU
 1022-04HT
 Sec
 04
 T10S
 R22E
 2015
 FNL
 0566
 FEL

 43-047-40153
 NBU
 1022-05JT
 Sec
 05
 T10S
 R22E
 2203
 FSL
 2319
 FEL

 43-047-40154
 NBU
 1022-05BT
 Sec
 05
 T10S
 R22E
 2288
 FSL
 0691
 FEL

 43-047-40155
 NBU
 10

This office has no objection to permitting the wells at this time.





MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA Division Director

June 18, 2008

Kerr-McGee Oil & Gas Onshore LP P O Box 173779 Denver, CO 80217-3779

Re:

NBU 1022-03CT Well, 715' FNL, 1777' FWL, NE NW, Sec. 3, T. 10 South, R. 22 East, Uintah County, Utah

Omian County, Ota

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-40150.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal Office



Operator:	Kerr-McGee Oil & Gas Onshore LP		
Well Name & Number	NBU 1022-03CT		
API Number:	43-047-40150		
Lease:	UTU-01191	· · · · · · · · · · · · · · · · · · ·	
Location: NE NW	<b>Sec.</b> 3	<b>T.</b> 10 South	<b>R.</b> 22 East

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.

Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0136

Expires November 30, 2000

2008 JUN 17 90 10 Desse Serial No.

BUREAU OF LAND MAI	NAGEMENT	T906	0014 21 11	UT	U-01191		
APPLICATION FOR PERMIT T	O DRILI	OR REEN	HE IN	Findian, Allotte	e or Tribe Na	ame	
	ENTER		REAU OF LAND	7. If Unit or CA Ag			No.
			and the second s	UNIT #	£89100890	)0A	
	يستر			8. Lease Name and	Well No.		
b. Type of Well: Oil Well X Gas Well Other	:	Single Zone	Multiple Zone	NBU	1022-03C	Т	
2. Name of Operator				9. API Well No.	_		
KERR-MCGEE OIL & GAS ONSHORE LP			·	43 047			
3A. Address	3b. Phone N	o. (include area co		10. Field and Pool, o		-	
PO BOX 173779, DENVER, CO 80123		(720) 929-6	666	and the second s	AL BUT		
4. Location of Well (Report location clearly and in accordance with		uirements.*)		11. Sec., T., R., M.,	or Blk, and	Survey o	r Area
At surface NENW - 715' FNL, 1777' FWL - LOT	3			SEC 3	-T10S-R2	2E	
At proposed prod. Zone  14. Distance in miles and direction from nearest town or post office*	<u> </u>	<u></u>	<del></del>	12. County or Parish		213. State	
9.4 +/- MILES SOUTH EAST OF OURAY, UTAH				UINTAH	1	UT	
5. Distance from proposed*	16. No. of A	cres in lease	17. Spacing Unit de				<del>`                                    </del>
location to nearest property or lease line, ft. 715'	100 100 000						
(Also to nearest drig, unit line, if any)	10	041.78		40			
8. Distance from proposed location* to nearest well, drilling, completed, REFER TO	19. Propose	d Depth	20. BLM/BIA Bond	No. on file			
applied for, on this lease, ft.  TOPO C	8900		WYB-00029	1			
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approxi	mate date work wi	L	23. Estimated durati	ion		
5072 GR	22. raprox	UPON APPR		TO BE DETERMINED			
	24 4	Attachments		Law, 'make and a second of			
			- 11 h d to thio	former			<u>_</u>
The following, completed in accordance with the requirements of On	snore Oil and	Gas Order No. 1, s	nail be allached to this	iorm:			
Well plat certified by a registered surveyor.		4. Bond to co	ver the operations un	less covered by an exis	ting bond or	ı file (sec	<b>:</b>
2. A Drilling Plan.		Item 20 ab	ove).				
3. A Surface Use Plan (if the location is on National Forest System I	Lands, the	5. Operator ce	rtification.				
SUPO shall be filed with the appropriate Forest Service Office.		6. Such other	site specific information	n and/or plans as may	be required	by the	
		authorized	office.				
25. Signature	l Nar	ne ( <i>Printed/Typed)</i>			! Date	**************************************	
La long White	•	LEEN WHIT			6/1	3/2008	;
Title	124.						
SR. REGULATORY ANALYST							
Approved by (Signature)	Nai	ne (Printed/Typed,			NOV	10	2000
1. Koush	1	JERRY 1	wells		NUV	19	2000
Title Assistant Field Manager	Offi	ce	A. 1 223 274 2 754 A. 25				
Lands & Mineral Resources	<u> </u>		IAL FIELD OF		·		
Application approval does not warrant or certify that the applicant ho	olds legal or eq						
operations thereon.	TIMAI	SOF	APPRO	VAL AT	TAC		
Conditions of approval, if any, are attached.	IIVIY						
Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, make				ike to any department	or agency of	the Unit	ed
States any false, fictitious or fraudulent statements or representations	as to any mat	ter within its jurisd	iction.				
*(Instructions on reverse)		E OF APF	BOAYL				
		Films Coff T ""					



RECEIVED

NOV 2 4 2008

DIV. OF OIL, GAS & MINING



## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



#### CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Kerr McGee Oil & Gas Onshore, LP

Location: Lease No: Lot 3, Sec. 3, T10S, R22E

Well No: NBU 1022-03CT API No: 43-047-40150

Agreement:

UTU-01191 Natural Buttes Unit

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	(435) 828-3546
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	(435) 828-4029
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	(435) 828-7381
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
NRS/Enviro Scientist:	David Gordon	(435) 781-4424	

Fax: (435) 781-3420

### A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

#### NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 6 Well: NBU 1022-03CT 11/17/2008

## SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

#### SITE SPECIFIC COAs:

None

Page 3 of 6 Well: NBU 1022-03CT 11/17/2008

#### DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

#### SITE SPECIFIC DOWNHOLE COAs:

- A copy of Kerr McGee's Standard Operating Practices (SOP version: dated 7/17/08 and approved 7/28/08) shall be on location.
- Drilling plan specifics and practices are referenced in the Kerr McGee Oil & Gas Standard
  Operating Procedures (SOP version: July 28, 2008). The operators drilling plan items 3 to 9
  reference the SOP. Kerr McGee shall adhere to the referenced requirements in the SOP.
  Kerr McGee and their contractors shall adhere to all Oil and Gas rules and requirements listed
  in the Code of Federal Regulations and all Federal Onshore Oil and Gas Orders except where
  variances have been granted.
- Covering air/gas drilling operations, requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.
- Production casing cement shall be brought up and into the surface casing. Production casing minimum cement top is 1200 ft. The minimum cement top is approximately 800 ft above the surface casing shoe.
  - Cmnt Top (TOC) standard will place cmnt behind casing across formation lost circulation zone, Birds Nest Zone.
  - COA specification fulfills operators performance standard stated in APD (where operators toc is calc'd with an excess to reach surface).
- A Gamma Ray well Log shall be run from the well Total Depth to the surface.
   A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

#### DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.

Page 4 of 6 Well: NBU 1022-03CT 11/17/2008

- All BOPE components shall be inspected daily and those inspections shall be recorded in the
  daily drilling report. Components shall be operated and tested as required by Onshore Oil &
  Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
  performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
  reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
  is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
  Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
   Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum
   Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT\_VN\_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 6 Well: NBU 1022-03CT 11/17/2008

#### **OPERATING REQUIREMENT REMINDERS:**

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
  notified when it is placed in a producing status. Such notification will be by written
  communication and must be received in this office by not later than the fifth business day
  following the date on which the well is placed on production. The notification shall provide, as a
  minimum, the following informational items:
  - o Operator name, address, and telephone number.
  - Well name and number.
  - Well location (¼¼, Sec., Twn, Rng, and P.M.).
  - Date well was placed in a producing status (date of first production for which royalty will be paid).
  - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - o Unit agreement and/or participating area name and number, if applicable.
  - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 6 of 6 Well: NBU 1022-03CT 11/17/2008

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
  Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
  and all future meter proving schedules. A copy of the meter calibration reports shall be
  submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
  standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
  measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
  to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
  first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
  adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
  sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
  equipment shall be removed from a well to be placed in a suspended status without prior
  approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
  days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
  before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

Form	3160-5
(Augu	ust 2007)

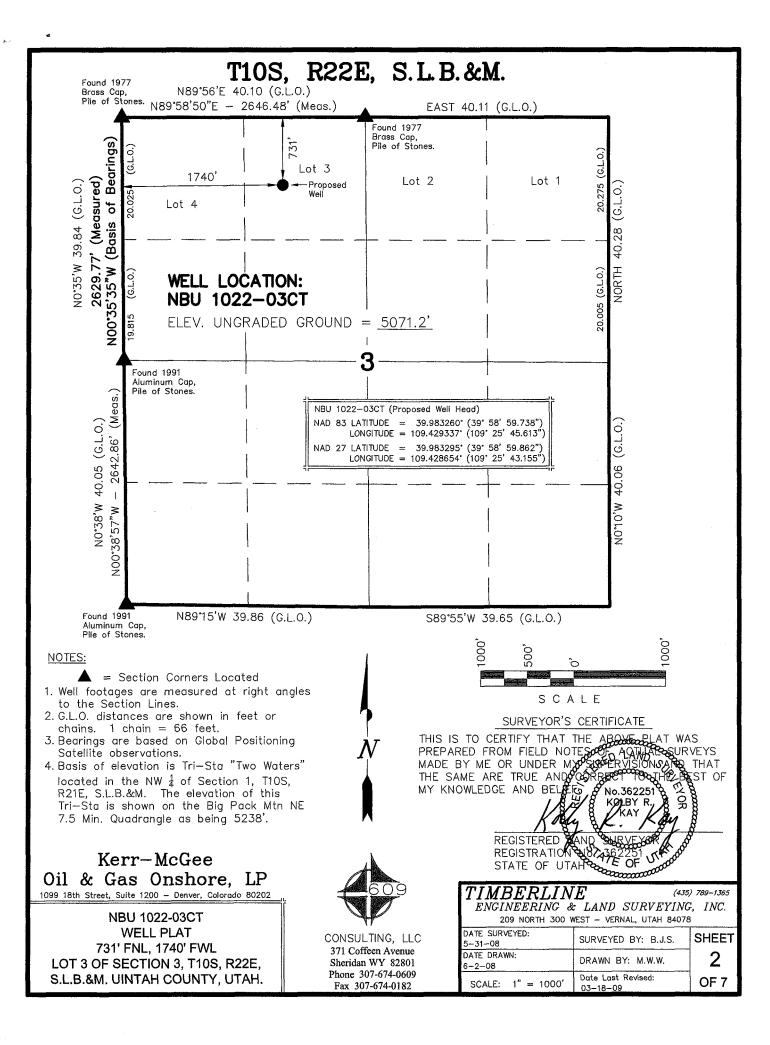
## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

]	FOR	M Al	PPRO	VEL
(	<b>MB</b>	NO.	1004	-013
F	xnire	es. In	Iv 31	201

		OWR M	U. I	004	••
		Expires:	July	y 31	,
T	2020	Conici Ma			

-	
400000	
A CONTRACTOR OF THE PARTY OF TH	
A125 (SEC.)	
VER-18/19/19/20	

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter an			UTU01191  6. If Indian, Allottee o	r Tribe Name		
abandoned well. Use form 3160-3 (APD) for such proposals.						
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agree 891008900A	ement, Name and/or No.
1. Type of Well ☐ Oil Well ☐ Gas Well ☐ Oth	ier				8. Well Name and No. NBU 1022-03CT	······································
2. Name of Operator KERR-MCGEE OIL&GAS ON	Contact:	KATHY SCH eebeckdulnoar	NEEBECK DUL n@anadarko.com	NOAN	9. API Well No. 43-047-40150	
3a. Address PO BOX 173779 DENVER, CO 80123		3b. Phone No Ph: 720-92 Fx: 720-929		)	10. Field and Pool, or NATURAL BUT	
4. Location of Well (Footage, Sec., T.	., R., M., or Survey Description,	)			11. County or Parish, a	and State
Sec 3 T10S R22E NENW 715 39.98323 N Lat, 109.42847 W					UINTAH COUN'	TY, UT
12. CHECK APPE	ROPRIATE BOX(ES) TO	) INDICATE	NATURE OF 1	NOTICE, RI	EPORT, OR OTHEI	R DATA
TYPE OF SUBMISSION			TYPE OI	F ACTION		
Notice of Intent	☐ Acidize	☐ Dee	pen	☐ Product	ion (Start/Resume)	☐ Water Shut-Off
_	☐ Alter Casing	☐ Frac	cture Treat	☐ Reclam	ation	☐ Well Integrity
☐ Subsequent Report	☐ Casing Repair		v Construction	☐ Recomp		Other Change to Original A
☐ Final Abandonment Notice	☐ Change Plans ☐ Convert to Injection	☐ Plug ☐ Plug	g and Abandon	☐ Tempor☐ Water I	arily Abandon	PD PD
Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fi Kerr-McGee Oil & Gas Onshor this well to accompose the new The surface location is changing FROM: 715' FNL 1777' FWL TO: 731' FNL 1740' FWL.  Please see the attached revise surface location. All other information of the surface and the surface location. All other informations in the surface location.	operations. If the operation revandonment Notices shall be file in all inspection.)  The LP (KMG) respectfully ew drilling rigs.  The LP (KMG) respectfully expected to the undersign and the same as a contact the undersign and the contact the cont	sults in a multipled only after all requests a cl  39,983  709  erance diagrae, including the	le completion or recorrequirements, includenange to the surface of	mpletion in a raing reclamation race location	new interval, a Form 3160, have been completed, a COPY SE Date:	O-4 shall be filed once and the operator has  ENT TO OPERATOR  4.14.2009  4.5  Deproval of talk
14. I hereby certify that the foregoing is	true and correct.  Electronic Submission # For KERR-MCGEE	68693 verified OIL&GAS O	I by the BLM Well NSHORE LP, sen	I Information t to the Vern	System al	
Name (Printed/Typed) KATHY SC	CHNEEBECK DULNOAN		Title STAFF	REGULATO	DRY ANALYST	
Signature (Electronic S	bnubeek Dulnoan Jubmission)		Date 04/05/2	009		· .
1 00 (1)	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE	
Approved By  Conditions of approval, if any, are attached certify that the applicant holds legal of equivalent would entitle the applicant to conduct the conduction of the co	itable title to those rights in the		Title BRAD ENVIRONI	LEY G. MENTAL MA	HILL NAGER	Date 04-04-0
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s				willfully to ma	ake to any department or	agency of the United



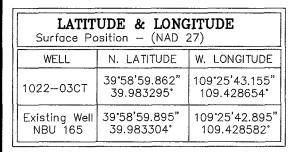
#### WELL PAD INTERFERENCE PLAT

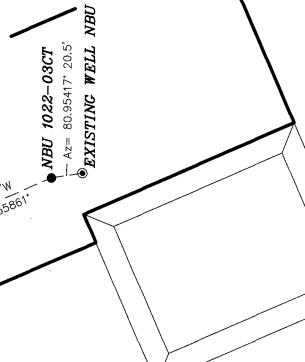
NBU 1022-03CT

165

LATITUDE & LONGITUDE Surface Position — (NAD 83)						
WELL	N. LATITUDE	W. LONGITUDE				
1022-03CT	39°58'59.738" 39.983260°	109°25'45.613" 109.429337°				
Existing Well NBU 165	39°58'59.770" 39.983269°	109°25'45.353" 109.429265°				

BASIS OF BEARINGS IS THE WEST LINE OF THE NW 1/4 OF SECTION 3, T10S, R22E, S.L.B.&M. WHICH IS TAKEN FROM GLOBAL POSITIONING SATELLITE OBSERVATIONS TO BEAR N00°35'35"W.





# SCALE

#### SURFACE FOOTAGES:

NBU 1022-03CT 731' FNL & 1740' FWL

NBU 165 (Existing Well Head) 728' FNL & 1760' FWL

#### Kerr-McGee Oil & Gas Onshore, LP

1099 18th Street - Denver, Colorado 80202

NBU 1022-03CT LOCATED IN SECTION 3, T10S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH.



CONSULTING, LLC 371 Coffeen Avenue Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

DATE SURVEYED: 05-31-08	SURVEYED BY: B.J.S.
DATE DRAWN: 11-17-08	DRAWN BY: M.W.W.
	REVISED: 03-18-09

Timberline E'

2b OF 7

SHEET

unuoen	UUIUE	•	- (	4301 1	09-1303
Ingineering	1g &	Land	Surv	eyin	g, Inc.
209 NORTH	300 W	EST V	ERNAL,	UTAH	84078

	STATE OF UTAH		FORM 9		
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191				
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:				
	sals to drill new wells, significantly deepe igged wells, or to drill horizontal laterals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-03CT		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		<b>9. API NUMBER:</b> 43047401500000		
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 377	<b>PHONE NUMBER:</b> 9 720 929-6587 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0731 FNL 1740 FWL			COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NENW Section: 03	IP, RANGE, MERIDIAN: Township: 10.0S Range: 22.0E Meridian	: S	STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NATURE OF NOTICE, REPORT,	OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
Kerr-McGee Oil & Ga extension to this A	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION OMPLETED OPERATIONS. Clearly show all pe	e) respectfully requests an owed. Please contact the mments. Thank you.	CASING REPAIR  CHANGE WELL NAME  CONVERT WELL TYPE  NEW CONSTRUCTION  PLUG BACK  RECOMPLETE DIFFERENT FORMATION  TEMPORARY ABANDON  WATER DISPOSAL  ✓ APD EXTENSION  OTHER:  Folumes, etc.  Approved by the  Utah Division of  Oil, Gas and Mining  ate: June 10, 2009  y:		
NAME (PLEASE PRINT)	PHONE NUMBE				
Danielle Piernot  SIGNATURE N/A	720 929-6156	Regulatory Analyst  DATE 6/9/2009			



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047401500000

**API:** 43047401500000 Well Name: NBU 1022-03CT

Location: 0731 FNL 1740 FWL QTR NENW SEC 03 TWNP 100S RNG 220E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 6/18/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

	tion as submitted in the sion. Following is a che					
	ated on private land, ha ed? 💮 Yes 🖲 No	s the owners	ship changed, if s	o, has the sur	face agreen	nent been
	any wells been drilled i requirements for this l			well which w	ould affect t	the spacing or
	nere been any unit or of s proposed well?		ents put in place t	hat could affe	ect the perm	nitting or operation
	there been any changes the proposed location?			ownership, o	or rightof- w	ay, which could
• Has th	ne approved source of v	vater for dril	ling changed?	Yes 📵 N	0	
	there been any physica je in plans from what w					
• Is bor	nding still in place, whic	ch covers this	s proposed well?	Yes	No Utah I	ved by the Division of and Mining
	Danielle Piernot	<b>Date:</b> 6/				
Title:	Regulatory Analyst Repr	esenting: KE	RR-MCGEE OIL & C	SAS ONSHOR	a <u>te;</u> Jun	ie 10, 2009
	- , , .	_		•	p 00 0	DHD

Sig

By: Dolly

	FORM 9				
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191				
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:				
	sals to drill new wells, significantly deepen or gged wells, or to drill horizontal laterals. Us		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-03CT		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		<b>9. API NUMBER:</b> 43047401500000		
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	<b>PHONE NUMBER:</b> 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0731 FNL 1740 FWL			COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSHI	P, RANGE, MERIDIAN: Township: 10.0S Range: 22.0E Meridian: S	5	STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPORT,	OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	☐ ACIDIZE	☐ ALTER CASING	CASING REPAIR		
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME		
SUBSEQUENT REPORT	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
Date of Work Completion:	L DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION		
	☐ OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK		
SPUD REPORT Date of Spud:	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
	☐ REPERFORATE CURRENT FORMATION ☐ TUBING REPAIR	SIDETRACK TO REPAIR WELL  VENT OR FLARE	☐ TEMPORARY ABANDON ☐ WATER DISPOSAL		
✓ DRILLING REPORT	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION		
Report Date: 10/1/2009	☐ WILDCAT WELL DETERMINATION	OTHER			
		OTHER:			
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  FINISHED DRILLING FROM 2,320' TO 8,911' ON 09/29/2009. RAN 4-1/2"  11.6# I-80 PRODUCTION CSG. LEAD CMT W/510 SX CLASS PREM LITE @ Accepted by the 11.8 PPG, 2.42 YIELD. TAILED CMT W/1235 SX CLASS G 50/50 POZ MIX @Utah Division of 14.3 PPG, 1.31 YIELD. DROP PLUG & DISPLACE W/138 BBLS CLAYTREADII, Gas and Mining WATER, BUMP PLUG @ 3110. FINAL LIFT PSI OF 2540, FLOATS HELD FOR RECORD ONLY BBLS BACK TO TRUCK, GOOD RETURNS THROUGHOUT JOB W/30 BBLS LEAD CROSS CONTROL OF STANDARD CONTROL					
NAME (PLEASE PRINT) Andy Lytle	<b>PHONE NUMBER</b> 720 929-6100	TITLE Regulatory Analyst			
SIGNATURE N/A		<b>DATE</b> 10/2/2009			

			FORM 9			
	· otar s					
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191					
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
	sals to drill new wells, significantly deepen exis gged wells, or to drill horizontal laterals. Use <i>i</i>		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES			
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-03CT			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSI	HORE, L.P.		<b>9. API NUMBER:</b> 43047401500000			
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	<b>PHONE NUMBER:</b> 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0731 FNL 1740 FWL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NENW Section: 03	P, RANGE, MERIDIAN: Township: 10.0S Range: 22.0E Meridian: S		STATE: UTAH			
11. CHE	CK APPROPRIATE BOXES TO INDICATE N	IATURE OF NOTICE, REPORT,	OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	ACIDIZE	ALTER CASING	CASING REPAIR			
☐ NOTICE OF INTENT	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	☐ CHANGE WELL NAME			
Approximate date work will start:	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	New construction			
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK			
SPUD REPORT Date of Spud:	✓ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL		☐ TEMPORARY ABANDON			
✓ DRILLING REPORT	UBING REPAIR	VENT OR FLARE	WATER DISPOSAL			
Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION			
11/22/2009	□ WILDCAT WELL DETERMINATION □ OTHER		OTHER:			
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  THE SUBJECT WELL WAS PLACED ON PRODUCTION ON 11/22/2009 AT 12:00  P.M. PLEASE REFER TO THE ATTACHED CHRONOLOGICAL WELL HISTORY. Accepted by the  Utah Division of  Oil, Gas and Mining  FOR RECORD ONLY  November 23, 2009						
NAME (PLEASE PRINT) Andy Lytle	<b>PHONE NUMBER</b> 720 929-6100	TITLE Regulatory Analyst				
SIGNATURE N/A		<b>DATE</b> 11/23/2009				

#### **US ROCKIES REGION**

编表的编

#### **Operation Summary Report**

Well: NBU 1022-3CT Spud Conductor: 7/2/2009 Spud Date: 7/3/2009 Project: UTAH-UINTAH Site: NBU 165 PAD Rig Name No: PIONEER 69/69, PROPETRO/

		0.1.0 1.2	0.001.70				Tig Name No. Flore ETCO	
Event: DRILLING Active Datum: RKB @5,090.00ft (above Mean S Level)		Start Da	Start Date: 2/26/2009  Gea UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/7				End Date: 10/1/2009 1/731.00/W/0/1,740.00/0/0	
		Sea				E/3/0/0/6/PM/N		
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
7/3/2009	18:00 - 21:30	3.50	MIRU	01	Α	Р		MIRU.
	21:30 - 0:00	2.50	DRLSUR	02	Α	Р		DRILL OUT W/ AIR HAMMER. AND AIR MIST.
7/4/2009	0:00 - 5:00	5.00	DRLSUR	02	Α	Р		DRILL 270'-520', DRILL W/ AIR HAMMER. TRONA WATER @ 430'.
	5:00 - 5:30	0.50	DRLSUR	10	В	Р		SURVEY W/ MULTISHOT SURVEY TOOL. 510'= .4 DEG RAW AZI OF 175.8. CORRECTED AZI OF 187.19. SF 11.665, CENTER TO CENTER=24.03
	5:30 - 11:00	5.50	DRLSUR	02	Α	Р		DRILL 520'- 750', DRILL W/ AIR HAMMER. RESERVE PIT 1/2 FULL. TRIP FOR TRI CONE TO CIRC RESERVE.
	11:00 - 11:30	0.50	DRLSUR	10	В	Р		SURVEY 740'= .1 DEG RAW AZI OF 111.1 CORRECTED AZI OF 122.39 SF= 7.242 CENTER TO CENTER 22.45'
	11:30 - 16:00	4.50	DRLSUR	06	Α	Р		TRIPOUT OF HOLE, LD HAMMER BIT AND P/U TRICONE AND 8" COLLARS.
	16:00 - 21:30	5.50	DRLSUR	02	Α	Р		DRILL 750'-870' CIRC W/ SKID PUMP AND AIR BOOSTERS.
	21:30 - 22:00	0.50	DRLSUR	10	В	Р		SURVEY 790'= .1 DEG RAW AZI= 161.6. CORRECTED AZI OF 172.88. SF=6.54 CENTER TO CENTER 21.86.
	22:00 - 0:00	2.00	DRLSUR	02	Α	P		DRILL 870'-960' CIRC W/ SKID PUMP.
7/5/2009	0:00 - 1:00	1.00	DRLSUR	02	Α	Р		DRILL960'- 990' DRILL W/ TRICONE AND SKID PUMP, BOOST W/ AIR TO CONTROL LOSSES
	1:00 - 1:30	0.50	DRLSUR	10	В	Р		SURVEY 910'= .2 DEG 242.0 RAW AZI, 253.2 CORRECTED AZI. SF 20.29 SF 5.256
	1:30 - 8:00	6.50	DRLSUR	02	Α	Р		DRILL 990'- 1130' DRILL W/TRICONE AND SKID PUMP, BOOST W/ AIR TO CONTROL LOSSES
	8:00 - 8:30	0.50	DRLSUR	10	В	Р		SURVEY 1010'= .3 DEG 249.7 RAW AZI, 260.98 CORRECTED AZI SF= 4.454 CENTER TO CENTER= 19.24
	8:30 - 13:30	5.00	DRLSUR	02	Α	P		DRILL 1130'- 1230', DRILL W/ TRICONE, CIRC W. SKID PUMP W/ NO RETURNS. BOOST AIR FOR RETURNS
	13:30 - 14:00	0.50	DRLSUR	10	В	Р		SURVEY 1130'= .7 DEG, 257.7 RAW AZI, CORRECTED AZI=268.98. SF 3.195 CENTER TO CENTER 17.53
	14:00 - 18:00	4.00	DRLSUR	02	Α	Р		DRILL 1230'- 1320' DRILL W/ TRICONE.
	18:00 - 18:30	0.50	DRLSUR	10	В	Р		SURVEY 1220'= .6 DEG, 255.3 RAW AZI, CORRECTED AZI 266.58. CENTER TO CENTER 15.77. SF 2.998. PROJECTED CENTER TO CENTER TO BIT IS 13' AND SF 2.297. PROJECTED CENTER TO CENTER 6' @ 1500'. STOP DRILLING.
	18:30 - 21:00	2.50	DRLSUR	05	Α	Р		CIRC HOLE, MAKE FLUID, WAIT FOR DRILLING MUD TO SPOT IN HOLE
	21:00 - 22:00		DRLSUR	05	F	Р		SPOT 130 BBLS OF 11.3 MUD IN HOLE. WAIT FOR RIG #11 TO MOVE IN.
	22:00 - 23:00	1.00	DRLSUR	01	Е	Р		RIG DOWN RIG #8, WAIT FOR RIG #11
7/6/2009	18:00 - 23:00	5.00	MIRU	01	В	Р		MIRU PRO PETRO RIG #11.
	23:00 - 0:00	1.00	DRLSUR	06	Α	Р		HOLD SAFETY MEETING AND INSPECT LIFTING

11/23/2009 2:15:30PM

0:00 - 5:00

7/7/2009

5.00

**DRLSUR** 

06

Α

Ρ

HOLD SAFETY MEETING AND INSPECT LIFTING HOOKS AND CABLES, P/U 2.25 DEG BENTHOUSE MOTOR, M/U QD507 W/ 7-18'S, P/U DIRECTIONAL

P/U DIRECTIONAL TOOLS AND TRIP IN HOLE. TAKE SURVEYS EVERY 90' TO BOTTOM. HOLE

TOOLS, SCRIBE TOOLS. P/U BHA

IN GOOD SHAPE.

### **Operation Summary Report**

 Well: NBU 1022-3CT
 Spud Conductor: 7/2/2009
 Spud Date: 7/3/2009

 Project: UTAH-UINTAH
 Site: NBU 165 PAD
 Rig Name No: PIONEER 69/69, PROPETRO/

 Event: DRILLING
 Start Date: 2/26/2009
 End Date: 10/1/2009

Active Datum: RKB @5,090.00ft (above Mean Sea UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/731.00/W/0/1,740.00/0/0

Level)								
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	5:00 - 19:00	14.00	DRLSUR	02	D	Р		DRILL SLIDE F/ 1320'- 2320' (1000', 71'/HR) BUMP DIRECTION TO NORTH WEST FROM EXISTING WELL.
	19:00 - 19:30	0.50	DRLSUR	05	Α	Р		CIRC HOLE CLEAN, W/ AIR BOOSTER.
	19:30 - 20:00	0.50	CSG	06	D	Р		TRIP OUT OF HOLE 2050' BLEW HYRDRALIC HOSE.
	20:00 - 23:00	3.00	MAINT	80	Α	Z		REPLACE HYDRALIC HOSE. WAIT FOR HYDRALIC HOSE.
	23:00 - 0:00	1.00	CSG	06	D	Р		LAYDOWN DRILL STRING.
7/8/2009	0:00 - 3:30	3.50	CSG	06	D	Р		LD 6" COLLARS, 8" COLLARS, AND DIRECTIONAL TOOLS.
	3:30 - 7:00	3.50	CSG	12	С	P		HOLD SAFETY MEETING AND RUN 52 JTS OF 9-5/8 36# J-55 W/ LT&C THREADS AND LAND 2289' KB, FLOAT COLLAR @ 2244' KB. FLOAT FAILED 5 JTS TO BOTTOM OF HOLE. WATER DISPLACED THROUGH FLOAT INTO PIPE.
	7:00 - 7:30	0.50	CSG	01	Е	Р		RIG DOWN RIG RELEASE RIG 07:30
	7:30 - 8:30	1.00	CSG	12	E	Х		RIG UP CSG HEAD, AND PUMP. 20 BBLS INTO FLUSH PIPE PRESSURED UP. PRESSURED UP TO 1700 PSI. BLEEDING OFF 100 PSI A MINUTE. UNABLE TO PUMP THROUGH CSG. RIG DOWN CEMENTERS.
	8:30 - 9:00	0.50	CSG	01	В	Х		RIG UP RIG, AND READY TO PULL CASING.
1	9:00 - 19:00	10.00	CSG	12	С	Х		PULL CSG OUT OF HOLE./L/D FE
	19:00 - 0:00	5.00	CSG	12	С	Х		RE-RUN 52 JTS TO 2295'
9/24/2009	12:30 - 13:30	1.00	DRLIN1	01	E	P		RDRT
	13:30 - 16:00	2.50	DRLIN1	01	Α	P		MOVE TO NBU 1022-3CT,SCOPE SUB,RAISE & SCOPE DERRICK. WESTROCK 4-BED,5-HAUL,2-FORKLIFTS,4 SWAMPERS, 1 PUSHER, RELEASED 1600. J&C ENTERPRISE 1-OPERATOR, 2 SWAMPERS RELEASED 1500
	16:00 - 19:30	3.50	DRLIN1	01	В	Р		RURT
	19:30 - 23:30	4.00	DRLIN1	14	Α	Р		NIPPLE UP BOP, CHOKE, ETC
	23:30 - 0:00	0.50	DRLIN1	15	Α	P		( HELD SAFETY MEETING ) RIG UP B&C QUICK TEST
9/25/2009	0:00 - 4:00	4.00	DRLPRO	15	Α	Р		TEST PIPE RAMS,BLIND RAMS,CHOKE & ALL FLOOR RELATED VALVE F/ 250 LOW TO5000 PSI HIGH. TEST HYDRILL 250 LOW TO 2500 PSI HIGH, TEST CSG TO 1500 PSI & HOLD 30 MIN.
	4:00 - 8:00	4.00	DRLPRO	06	Α	Р		( HELD SAFETY MEETING ) RIG UP KIMZEY & PICK UP BHA, DIRECTIONAL TOOLS & 51 JTS DP TO 2101'
	8:00 - 9:00	1.00	DRLPRO	09	Α	P		SLIP & CUT DRLG LINE
	9:00 - 10:30	1.50	DRLPRO	07	Α	Р		INSTALL ROTATING HEAD,BREAK CIRC & DO PRESPUD RIG INSPECTION & RIG SERVICE
	10:30 - 11:30	1.00	DRLPRÓ	02	F	Р		DRILL CMT & FLOAT EQUIPMENT & 44' PRE DRILLED HOLE TO 2338' ROTARY SPUD 11:30 09/25/2009. CMT TOP 2185', FLOAT 2252', SHOE 2295'
	11:30 - 15:30	4.00	DRLPRO	02	D	Р		DRILL W/ ROTATION 2338'- 2817' 479' @ 119.7 FPH,
	15:30 - 16:30	1.00	DRLPRO	80	Α	Z		WORK ON KELLY SPINNERS, JAWS STUCK CLOSED ON QUILL
	16:30 - 0:00	7.50	DRLPRO	02	D 	P		DRILL W/ ROTATION 2817'-3671' 854', 113.8 FPH, WOB 20, RPM 45, MRPM 98, SPM 125, GPM 473, PU/SO/ROT115/100/108, ON/OFF PSI 1457/1145, DIFF PSI 312, SWEEPING HOLE

11/23/2009 2:15:30PM

## **Operation Summary Report**

 Well: NBU 1022-3CT
 Spud Conductor: 7/2/2009
 Spud Date: 7/3/2009

 Project: UTAH-UINTAH
 Site: NBU 165 PAD
 Rig Name No: PIONEER 69/69, PROPETRO/

 Event: DRILLING
 Start Date: 2/26/2009
 End Date: 10/1/2009

Active Datum: RKB @5,090.00ft (above Mean Sea

UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/731.00/W/0/1,740.00/0/0

evel) Date	Time	Duration	Phase	Code	Sub	P/U	MD From	Operation
0/06/2000	0:00 - 15:30	(hr) 15.50	DRLPRO	02	Code	P	(ft)	DDIII CLIDE CLIDVEY 20741 50471 40701 © 400 4
9/26/2009	0.00 - 15:30	15.50	DRLPRO	02	D	P		DRILL, SLIDE, SURVEY 3671'- 5347' 1676' @ 108.1 FPH, WOB 20, RPM 45, MRPM 98, SPM 125, GPM 473, PU/SO/ROT 130/122/126, ON/OFF PSI 1500/1250, DIFF PSI 250, SWEEPING HOLE. SLIDE 4778-4793/4904-4918/4999-5014/5094-5104-5189-5
	15:30 - 16:00	0.50	DRLPRO	07	Α	Р		202 RIG SERVICE
	16:00 - 0:00	8.00	DRLPRO	02	D	Р		DRILL, SLIDE & SURVEY 5347' - 5936' 589' @ 73.6
						_		FPH, WOB 22, RPM 45,MRPM 98, SPM 125,GPM 473, PU/SO/ROT 156/125/138, ON/OFF PSI 1599/1340, SWEEPING HOLE. SLIDE 5663-5673/5758-5773/5853-5865
9/27/2009	0:00 - 14:30	14.50	DRLPRO	02	D	Р		DRILL, SLIDE, SURVEY 5936'-6895' 959' @ 66.1 FPH, WOB22, RPM 45, MRPM 98, SPM 125, GPM 473, PU/SO/ROT 159/143/149, ON/OFF PSI 1950/1723, DIFF PSI 227, SWEEPING HOLE. SLIDES 6421-6436/6453-6468/6485-6500
	14:30 - 15:00	0.50	DRLPRO	07	Α	Р		RIG SERVICE
	15:00 - 0:00	9.00	DRLPRO	02	D	Р		DRILL, SLIDE, SURVEY 6895'-7216' 321'@ 35.6FPH, WOB 22, RPM 45, MRPM 98, SPM 125, GPM 473, PU/SO/ROT 180/140/155, ON/OFF PSI 2176/1864, DIFF PSI 312, VIS 33, MW 9.8, LCM 3%, BYPASSED SHAKERS. LOST 150 BBLS MUD TOTAL AFTER MUD UP TO 9.7 MW. DIRECTIONAL HAND ON LOCATION @ 17:00 F/ ASSISTANCE ON SLIDING. SLIDE 6942-6959/6959-6971/7022-7043/7085-7099/7149-7115
9/28/2009	0:00 - 15:00	15.00	DRLPRO	02	D	P		DRILL 7216'- 8128' 912' @ 60.8 FPH, WOB 22, RPM 55, MRPM 98, SPM 125,GPM 473, PU/SO/ROT 175/157/162, ON/OFF PSI 2450/2325, DIFF PSI 125, VIS 42, MW 11.2, LCM 8%
	15:00 - 15:30	0.50	DRLPRO	07	Α _	P -		RIG SERVICE
	15:30 - 0:00	8.50	DRLPRO	02	D	Р		DRILL 8128'-8472 344' @ 40.4 FPH, WOB 24, RPM 50, MRPM 98, SPM 125, GPM 473, PU/SO/ROT, 200/150/169, ON/OFF 2459/2252, DIFF PSI 207, VIS 42,WT 11.7, LCM 12%. HOLE TAKING FLUID @ 8128' W/ 11.2 MW
9/29/2009	0:00 - 11:00 11:00 - 12:30	11.00	DRLPRO	02	D	Р		DRILL 8472'-8911' TD 439' @ 39.9 FPH,WOB 24, RPM 50, MRPM 98, SPM 125,GPM 473, UP/DN/ROT 200/150/169, ON/OFF PSI 2453/2341, DIFF PSI 112, VIS 41,MW 11.8,LCM 13%
	12:30 - 12:30	1.50 9.00	DRLPRO DRLPRO	05 06	C E	P P		CIRC F/ SHORT TRIP TO SHOE SHORT TRIP TO SHOE, TIGHT HOLE .HAD TO
	12.55	3.00	DILLI NO	00	-	ı		KELLY UP & PUMP OUT OF HOLE F/ 8879'-8603', TIGHT @ 8000', 5300 TO 5200, 4500', TIH, LOST @ 50 BBLS ON TRIP
	21:30 - 22:30	1.00	DRLPRO	03	Α	Р		WASH & REAM 6 JTS TO BOTTOM, 5' FILL
	22:30 - 0:00	1.50	DRLPRO	06	В	Р		HPJSM w/ RIG & L/D CREWS, R/U & LDDS, TIGHT OFF BOTTOM FIRST 60', PULLED 50 TO 75 OVER
9/30/2009	0:00 - 8:00	8.00	DRLPRO	06	В	Р		LDDS,BREAK KELLY, L/D BHA & DIR TOOLS
	8:00 - 11:30	3.50	DRLPRO	11	C	P		HPJSM W/ RIG & LOGGING CREWS R/U & RUN TRIPLE COMBO, HIT BRIDGE @ 4020' WOULD NOT GO THOUGH, POOH W/ LOGGING TOOLS, R/D
	11:30 - 12:00	0.50	DRLPRO	05	Α	Р		MIX UP LCM FREE PILL TANK, PULL WEAR BUSHING
	12:00 - 19:30	7.50	DRLPRO	12	С	P		HPJSM W/ RIG & CASING CREWS, R/U & RUN 8905' 4 1/2" PROD CASING,WASH 20' TO BOTTOM, R/D

#### **Operation Summary Report**

Spud Conductor: 7/2/2009 Spud Date: 7/3/2009 Well: NBU 1022-3CT Project: UTAH-UINTAH Site: NBU 165 PAD Rig Name No: PIONEER 69/69, PROPETRO/ Event: DRILLING Start Date: 2/26/2009 End Date: 10/1/2009

Active Datum: RKB @5,090.00ft (above Mean Sea

UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/731.00/W/0/1,740.00/0/0

Le	vei)
	Do

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
,	19:30 - 21:00	1.50	DRLPRO	05	Α	Р		INSTALL BJ HEAD & CIRC OUT GAS
	21:00 - 0:00	3.00	DRLPRO	12	E	P		HPJSM W/ RIG & CEMENT CREWS, R/U & TEST LINES TO 4000 PSI, PUMP 40 BBLS F/W SPACER, LEAD 510 SXS- 11.8 PPG-2.42 YLD, TAIL 1235 SXS- 14.3 PPG- 1.31 YLD, DROP PLUG & DISPLACE W/ 138 BBLS CLAYTREAT WATER, BUMP PLUG @ 3110, W/ FINANL LIFT PSI OF 2540, FLOATS HELD W/ 1.5 BBLS BACK TO TRUCK, GOOD RETURNS THOUGH OUT JOB W/ 30 BBLS LEAD CEMENT TO RESERVE PIT, FLUSH OUT STACK & LAND CASING W/80K, REMOVE LANDING JT, SHOE @ 8905 - FLOAT @ 8862'
10/1/2009	0:00 - 4:00	4.00	DRLPRO	14	Α	Р		N/D BOPE, CLEAN PITS, RELEASE RIG @ 04:00 10/1/09

11/23/2009

## **Operation Summary Report**

 Well: NBU 1022-3CT
 Spud Conductor: 7/2/2009
 Spud Date: 7/3/2009

 Project: UTAH-UINTAH
 Site: NBU 165 PAD
 Rig Name No: MILES-GRAY 1/1

 Event: COMPLETION
 Start Date: 11/16/2009
 End Date: 11/20/2009

 Active Datum: RKB @5.090.00ft (above Mean Sea
 UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/731 00/W/0/1 740 00/0/0

Level)	RKB @5,090.00ft (	above Mean	Oca	OVVI. IN	VI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/731.00/W/0/1,740.00/0/0			
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
10/26/2009	_	- Section Section 1	<u></u>			a. o tiedo di te		
11/16/2009	7:00 - 7:15	0.25	COMP	48		Р		JSA-SAFETY MEETING #1, DAY 1
	7:15 - 17:00	9.75	COMP	30	Α	Р		ROAD RIG FROM NBU-1022- 3FT TO LOC, MIRU, N/D WH, N/U BOPS, R/U TBG EQUIPT, P/U 3 7/8" BIT TIH W/ 2 3/8" TBG TALLY TBG IN HOLE, TO @ 8000', TOOH W/ TBG STANDING IN DERRICK, SHUT WELL IN SDFN,
11/17/2009	7:00 - 7:15	0.25	COMP	48		Р		JSA-SAFETY MEETING #2, DAY 2
	7:15 - 9:00	1.75	COMP	33	С	Р		N/D BOPS, N/U FRAC VALVE, R/U B&C QUICK TEST, PRESSURE TEST CSG & FRAC VALVE TO 7000#, OK
	9:00 - 15:00	6.00	COMP	37	В	P		(PERF STG #1) R/U CUTTER WIRELINE, RIH W/3 3/8" PERF GUNS, PERF THE MESAVERDE @8742'-8746', 8786'-8792', USING 3 3/8" EXPGUNS, 23 gm, 0.36 HOLE 90* PHS, 40 HOLES, RIG WIRELINE TO SIDE OF DERRICK, SHUT WELL IN SDFN,
11/19/2009	6:30 - 6:45	0.25	COMP	48		Р		JSA-SAFETY MEETING #4, DAY 4
	6:45 - 7:30	0.75	COMP	37	В	Р		(PERF STG #5) R/U CUTTER WIRELINE RIH W/ HALLIBURTON 8K CBP AND PERF GUNS, SET CBP @ 7710', PERF THE MESAVERDE @ 7678'- 7680', 7570'- 7572', 7530'- 7532', 7500'- 7501', 7450'- 7453', 4-SPF, USING 3 3/8" EXP GUNS, 23 gm, 0.36 HOLE, 90* PHS, 40 HOLES,
	7:30 - 9:20	1.83	COMP	36	E	P		(FRAC STG #5) FRAC CREW ARRIVED @ 8:00 AM, START FRACING @ 9:00 AM, WHP = 369#, BRK DN PERF @ 5019# @ 4 B/M, INJ-P = 5555#, INJ-RT = 50 B/M, ISIP = 2725#, F.G. = 0.79, CALC 70% PERF OPEN, PUMP 692 BBLS SLK WTR & 24048# OTTAWA SAND, ISIP = 2301#, F.G. = 0.74, NPI = 424, MP = 5980#, MR = 51.4 B/M, AP = 4570#, AR = 50.5 B/M, 19048# 30/50 OTTAWA SD, 5000# TLC SD, 59 GALS CLAYTREAT, 14 GALS FRW, 77 GALS NALCO SCALE INHIB, 14 GALS NALCO BIOCID, COMMENTS = GOOD JOB
	9:20 - 10:45	1.42	COMP	36	E	P		(STG #6) RIH W/ HALLIBURTON 8K CBP AND PERF GUNS, SET CBP @ 7310', PERF THE MESAVERDE @ 7262'- 7264', 7180'- 7184', 7140'-7142', 7068'- 7070', 4-SPF, USING 3 3/8" EXP GUNS, 23 gm, 0.36 HOLE, 90* PHS, 40 HOLES, WHP = 250 #, BRK DN PERF @ 3186# @ 4 B/M, INJ-P = 4125#, INJ-RT = 50 B/M, ISIP = 1971#, F.G.= 0.71, CALC 98% PERF OPEN, PUMP1070 BBLS SLK WTR & 46165# OTTAWA SAND, ISIP = 2148#, F.G.= 0.78, NPI = 177, MP = 4873#, MR = 52.4 B/M, AP = 4025#, AR = 51.3 B/M, 41165# 30/50 SD, 5000# TLC SD, 78 GALS CLAYTREAT, 19 GALS FRW, 45 GALS NALCO SCALE INHIB, 23 GALS NALCO BIOCID

11/23/2009 2:10

#### US ROCKIES REGION **Operation Summary Report** Spud Conductor: 7/2/2009 Spud Date: 7/3/2009 Well: NBU 1022-3CT Site: NBU 165 PAD Project: UTAH-UINTAH Rig Name No: MILES-GRAY 1/1 Event: COMPLETION Start Date: 11/16/2009 End Date: 11/20/2009 Active Datum: RKB @5,090.00ft (above Mean Sea UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/731.00/W/0/1,740.00/0/0 Level) Phase Duration Sub P/U **MD** From Operation Date Time Code Start-End (hr) Code (11) 10:45 - 12:30 (KILL PLUG) RIH W/ HALLIBURTON 8K CBP, SET COMP 34 1.75 CBP @ 7010', POOH R/D WIRELINE AND FRAC CREW, TOTAL FLUID - 10129 BBLS SLK WTR, TOTAL SAND = 406 453#, TOTAL CLAYTREAT = 738 GALS, TOTAL FRW = 253 GALS, TOTAL NALCO SCALE INHIB = 792 GALS, TOTAL NALCO BIOCID = 178 GALS, 12:30 - 16:00 3.50 COMP 31 N/D FRAC VALVE N/U BOPS, P/U 3 7/8" BIT & POBS, TIH W/ 2 3/8" TBG TO 7000', R/U POWER SWIVEL, SHUT WELL IN SDFN, Р JSA-SAFETY MEETING #5, DAY 5 11/20/2009 7:00 - 7:15 0.25 COMP 48

11/23/2009 2:16:10PM 2

			0	201		KIES RI Umma	EGION I <mark>ry Repo</mark> r				
Well: NBU 10	22-3CT	<u> </u>	Spud C	onductor	r: 7/2/200	)9	Spud Date: 7	/3/2009			
Project: UTAF	I-UINTAH		Site: NB	U 165 P	AD			Rig Name No: MILES-GRAY 1/1			
Event: COMP	LETION		Start Date: 11/16/2009				******	End Date: 11/20/2009			
Active Datum: Level)	RKB @5,090.00ft	(above Mean	Sea UWI: NE/NW/0/10/S/2				22/E/3/0/0/6/PM/N/731.00/W/0/1,740.00/0/0				
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation			
·	7:15 - 16:00	8.75	COMP	44	С	Р		R/U POWER SWIVEL, TAG CBP @ 7018', ESTB CIRC DN TBG OUT CSG,			
								( DRLG CBP #1) 7018', DRILL OUT HALLIBURTON 8K CBP IN 5 MIN, 100# DIFF, RIH TAG @ 7264', C/O 30' SAND, FCP = 100#,			
								( DRLG CBP #2 ) 7294', DRILL OUT HALLIBURTON 8K CBP IN 10 MIN, 50# DIFF, RIH TAG @ 7680', C/O 30' SAND, FCP = 150 #,			
								( DRLG CBP #3 ) 7710', DRILL OUT HALLIBURTON 8K CBP IN 10 MIN, 150# DIFF, RIH TAG @ 8032', C/O 30' SAND, FCP = 300#,			
								( DRLG CBP #4 ) 8062', DRILL OUT HALLIBURTON 8K CBP IN 10 MIN, 100# DIFF, RIH TAG @ 8300', C/O 30' SAND, FCP = 400#,			
								( DRILL CBP #5 ) 8330', DRILL OUT HALLIBURTON 8K CBP IN 10 MIN, 100# DIFF, RIH TAG @ 8583', C/O 30' SAND, FCP = 500#,			
								( DRILL CBP #6 ) 8613', DRILL OUT HALLIBURTON 8K CBP IN 10 MIN, 100# DIFF, RIH TAG @ 8811', C/O 50' SAND TO PBTD @ 8861', FCP = 750#,			
								CIRC WELL CLEAN, R/D POWER SWIVEL, POOH LAY DN 16 JTS ON TRAILER, LAND TBG W/HANGER W/266 JTS 2 3/8" J-556 TBG, EOT @8372.27', R/D TBG EQUIP, N/D BOPS, DROP BALL DN TBG, N/U WELL HEAD, PUMP OFF BIT SUB @1800#, WAIT 30 MIN FOR BIT TO FALL TO BOTTOM, OPEN WELL UP TO FBT ON 20/64 CHOKE, FTP = 1800#, SICP = 2600#, TURN WELL OVER TO FBC @4:00 PM, W/8781 BBLS WTR LTR.			
								R/D EQUIP AND RIG MOVED OFF LOC,			
								285 JTS 2 3/8" J-55 DELV. 266 JTS 2 3/8" J-55 LANDED, 19 JTS 2 3/8" J-55 RETURNED			
								KB = 18.00' CAMERON 5K HANGER = .83' 266 JTS 2 3/8" J-55 TBG = 8351.75' 2 3/8" XN-NIPPLE FAST EDDIE = 2.20'			
11/21/2009	7:00 -			33	Α			EOT = 8372.78' 7 AM FLBK REPORT: CP 2700#, TP 2300#, 20/64" CK, 40 BWPH, HEAVY SAND, - GAS TTL BBLS RECOVERED: 3118			
11/22/2009	7:00 -			33	Α			BBLS LEFT TO RECOVER: 7511 7 AM FLBK REPORT: CP 3300#, TP 2500#, 20/64" CK, 38 BWPH, HEAVY SAND, - GAS TTL BBLS RECOVERED: 4044 BBLS LEFT TO RECOVER: 6585			

#### **US ROCKIES REGION Operation Summary Report** Well: NBU 1022-3CT Spud Conductor: 7/2/2009 Spud Date: 7/3/2009 Project: UTAH-UINTAH Site: NBU 165 PAD Rig Name No: MILES-GRAY 1/1 **Event: COMPLETION** Start Date: 11/16/2009 End Date: 11/20/2009 Active Datum: RKB @5,090.00ft (above Mean Sea UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/731.00/W/0/1,740.00/0/0 Level) Duration P/U MD From Date Time Phase Code Sub Operation Start-End Code (hr) **(ft)** 12:00 -PROD 50 WELL TURNED TO SALE @ 1200 HR ON 11/22/09 - FTP 2625#. CP 3400#, 3.2 MCFD, 35 BWPD, 20/64 CK 7:00 -11/23/2009 33 7 AM FLBK REPORT: CP 3200#, TP 2450#, 20/64" CK, 30 BWPH, MEDIUM SAND, - GAS TTL BBLS RECOVERED: 4843 BBLS LEFT TO RECOVER: 5786

11/23/2009 2:16:10PM

Sundry Number: 1-6241 Approval of this: 43047401500000

Action is Necessary

	STATE OF UTAH		FORM 9							
	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	G	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191							
SUNDF	RY NOTICES AND REPORTS ON	I WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:							
	sals to drill new wells, significantly deepen exis ugged wells, or to drill horizontal laterals. Use A		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES							
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-03CT							
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		<b>9. API NUMBER:</b> 43047401500000							
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	UMBER: 720 929-6515 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES								
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0731 FNL 1740 FWL			COUNTY: UINTAH							
QTR/QTR, SECTION, TOWNSHI	IP, RANGE, MERIDIAN: B Township: 10.0S Range: 22.0E Meridian: S		STATE: UTAH							
CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA										
TYPE OF SUBMISSION		TYPE OF ACTION								
	ACIDIZE	ALTER CASING	✓ CASING REPAIR							
NOTICE OF INTENT Approximate date work will start: 6/28/2011	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	☐ CHANGE WELL NAME							
		COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE							
		FRACTURE TREAT	□ NEW CONSTRUCTION							
SUBSEQUENT REPORT Date of Work Completion:		PLUG AND ABANDON	☐ PLUG BACK							
SPUD REPORT		RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION							
Date of Spud:		SIDETRACK TO REPAIR WELL	L TEMPORARY ABANDON							
	☐ TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL							
DRILLING REPORT Report Date:	□ WATER SHUTOFF □	SI TA STATUS EXTENSION	APD EXTENSION							
inaport Dutch	☐ WILDCAT WELL DETERMINATION ✓	OTHER	OTHER: Wellhead Repair							
12. DESCRIBE PROPOSED OR CO	 DMPLETED OPERATIONS. Clearly show all pertiner	nt details including dates, depths, v	olumes, etc.							
	ts approval to conduct wellhead/o		5							
	ell location. Please find the attach		Accepted by the							
propos	sed repair work on the subject we	ell location.	Utah Division of							
			Oil, Gas and Mining							
		Da	ate: $07/11/2011$							
			V John K Junt							
		B	y:							
NAME (PLEASE PRINT) Gina Becker	<b>PHONE NUMBER</b> 720 929-6086	TITLE Regulatory Analyst II								
SIGNATURE N/A		<b>DATE</b> 6/28/2011								

#### **WORKORDER #:**

Name: <u>NBU 1022-3CT</u> 6/16/2011

Surface Location: NENW Sec. 3, T10S, R22E

Uintah County, UT

**API:** 4304740150 **LEASE#:** UTU-01191

**ELEVATIONS:** 5072' GL 5090' KB

**TOTAL DEPTH:** 8911' **PBTD:** 8861'

**SURFACE CASING:** 9 5/8", 36# J-55 @ 2311'

**PRODUCTION CASING:** 4 1/2", 11.6#, I-80 @ 8906'

TOC @ Surface per CBL

**PERFORATIONS:** Mesaverde 7068' – 8792'

Tubular/Borehole	Drift	Collapse psi	Burst psi	Capacities					
	inches			Gal./ft.	Cuft/ft.		Bbl./ft.		
2.375" 4.7# J-55 tbg.	1.901	8100	7700	0.1624		0.02171	0.00387		
4.5" 11.6# I-80	3.875	6350	7780	0.6528		0.0872	0.0155		
9.625" 36# J-55	8.921	2020	3520	3.247		0.434	0.0773		
Annular Capacities									
2.375" tbg. X 4 1/2" 11.6# c	sg			0.4227	0.0565		0.01		

#### **GEOLOGICAL TOPS:**

1166' Green River 1955' Mahogany 4344' Wasatch 6742' Mesaverde

#### NBU 1022-3CT- WELLHEAD REPAIR PROCEDURE

#### PREP-WORK PRIOR TO MIRU:

- 1. Dig out down to the 2" surface casing valve or to the valve on the riser off the surface casing.
- 2. Install a tee with 2 valves, with a pressure gauge and sensor on one valve.
- 3. Open casing valve and record pressures.
- 4. Install nipple and steel hose on the other valve, the relief valve,. Do not use hammer unions. No impact equipment or tools to be used for any of this installation. Extend hose and hard piping to a downwind location at least 100' from the wellhead. Consider installing a manifold so that vent area could be in two locations approx. 90 degrees apart from the wellhead.
- 5. Open the relief valve and blow well down to the atmosphere.
- 6. Make a determination of amount of gas flow, either by installation of a choke nipple, bucket test or other.
- 7. Shut well in. Observe for rate of build-up by utilizing sensor data. Do not build-up for more than 24 hours. Vent gas through the vent line and leave open to the atmosphere.

#### **WORKOVER PROCEDURE:**

- 1. MIRU workover rig.
- 2. Kill well with 10# brine / KCL (dictated by well pressure ).
- 3. Remove tree, install double BOP with blind and 2 3/8" pipe rams, with accumulator closing unit and manual back-ups. Function test BOP system.
- 4. POOH w/ tubing laying down extra tubing.
- 5. Rig up wireline service. RIH and set CBP @ ~7018'. Dump bail 4 sx cement on top of plug. POOH and RD wireline service. TIH w/ tubing and seating nipple. Land tubing ±60' above cement. RDMO.
- 6. Monitor well pressures. If surface casing is dead. MIRU. ND WH and NU BOP. POOH w/ tubing.
- 7. Depending on conditions at wellsite, continue with either CUT/PATCH Procedure or BACK-OFF Procedure.

#### **CUT/PATCH PROCEDURE:**

- 1. PU internal casing cutters and RIH. Cut casing at +/- 30' from surface.
- 2. POOH, LD cutters and casing.
- 3. PU 7 3/8" overshot with 4 ½" right hand standard wicker grapple, 1 4 ¾" drill collar with 3 ½" IF threads, pup joint, manual bumper sub, and crossovers. If casing cut is deeper than ±30' utilize >7000 ft-lb torque pipe as needed. Pull a minimum of 10,000# to keep grapple engaged if cement top is high (<~900'). If cement top is low (>~900'), more weight will be required to put casing in neutral. Torque casing string to ±7000 ft-lbs, count number of turns to make-up, and document in the daily report. Ensure that tongs are safely anchored to rig and that all personnel are at a safe working distance from the tongs during torque-up and torque release. After initial make-up, place pipe torque to neutral and mark pipe. Place ±7000 ft-lbs on casing a second time, count turns, then return pipe torque to neutral and count turns. Repeat if torque-up turns do not equal torque release turns. Once torque-in equals torque-out, release overshot, POOH, and lay down.
- 4. TIH w/ skirted mill and dress off the fish top for approximately ½ hour. TOOH.
- 5. PU & RIH w/  $4\frac{1}{2}$ " 10k external casing patch on  $4\frac{1}{2}$ " P-110 casing. Ensure that sliding sleeve assembly shifts ±3' and casing tags no-go portion of patch. NOTE: Shear pins will shear at 3500 to 4500 lbs.
- 6. Latch fish, PU to 100,000# tension. RU B&C. Cycle pressure test to 3500 psi.
- 7. Install slips. Land casing w/ 80,000# tension.
- 8. Cut-off and dress 4 ½" casing stub.
- 9. NUWH. PU 3 7/8" bit, POBS and RIH. D/O cement and plug ~6968'. Clean out to PBTD (8861').
- 10. POOH, land tbg and pump off POBS.
- 11. NUWH, RDMO. Turn well over to production ops.

#### **BACK-OFF PROCEDURE:**

- 1. PU internal casing cutters and RIH. Cut casing at +/- 6' from surface.
- 2. POOH, LD cutters and casing.
- 3. PU 4 ½" overshot. RIH, latch fish. Pick string weight to neutral.
- 4. MIRU casing crew and wireline services. RIH and shoot string shot at casing collar @ ± 46'.
- 5. Back-off casing, POOH.

- 6. PU new casing joint with buttress threads and entry guide and RIH. Tag casing top. Thread into casing and torque up to ±7000 ft-lbs, count number of additional turns to make-up, and document in the daily report. Ensure that tongs are safely anchored to rig and that all personnel are at a safe working distance from the tongs during torque-up and torque release. After initial make-up, place pipe torque to neutral and mark pipe. Place ±7000 ft-lbs on casing a second time, count turns, then return pipe torque to neutral and count turns. Repeat if torque-up turns do not equal torque release turns. Once torque-in equals torque-out go to step 7.
- 7. PU 100,000# tension string weight. RU B&C. Cycle pressure test to 3500 psi.
- 8. Install slips. Land casing w/ 80,000# tension.
- 9. Cut-off and dress 4 ½" casing stub.
- 10. NUWH. PU 3 7/8" bit, POBS and RIH. D/O cement and plug ~6968'. Clean out to PBTD (8861').
- 11. POOH, land tbg and pump off POBS.
- 12. NUWH, RDMO. Turn well over to production ops.

# STRENGTH DATA FOR LOGAN 5.88" OD "L" TYPE CSG PATCH 4-1/2 CASING, 10K PSI MAX WP 125K YIELD MAT'L LOGAN ASSEMBLY NO. 510L-005 -000



COLLAPSE PRESSURE: 11,222 PSI @ 0 TENSILE 8,634 PSI @ 220K TENSILE

Tensile Strength @ Yield: Tensile Strength w/ 0 Int. Press.= 472,791lbs. Tensile Strength w/ 10K Int. Press.= 313,748lbs.

DATA BY SLS 11/16/2009

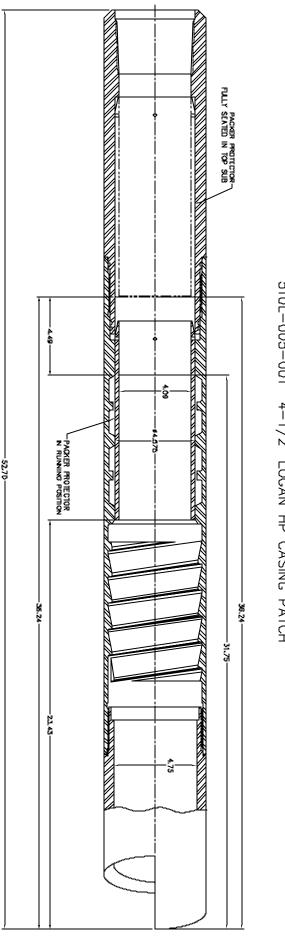


# **Logan High Pressure Casing Patches Assembly Procedure**

All parts should be thoroughly greased before being assembled.

- 1. Install all four Logan Type "L" Packers in the spaces provided in the Casing Patch Bowl. Refer to diagram provided for proper installation.
- 2. Install Packer Protector from the Basket Grapple end of the Bowl. The beveled end of the Packer Protector goes in first. Carefully push the Packer Protector through the four Type "L" Packers.
- 3. Align Shear Pin Holes in Packer Protector so that the holes have just passed into the counter bore at the Top Sub end, refer to diagram. The Packer Protector is provided with four Shear Pin Holes. Use only two holes, 180 degrees apart and install the pins.
- 4. Screw the Basket Grapple in from the lower end of the Bowl, using left-hand rotation. The Tang Slot in the Basket Grapple must land in line with the slot in the Bowl.
- 5. Insert the Basket Grapple Control into the end of the Bowl. Align Tang on the Basket Grapple Control with the Tang Slot of the Bowl and Basket Grapple. This secures the Bowl and the Basket Grapple together.
- 6. Install the Cutlipped Guide into the lower end of the Bowl.
- 7. Install O-Rings on the two five-foot long Extensions. Screw the first Extension into the top end of the Bowl. Screw the second Extension into the top end of the first Extension.
- 8. Install O-Ring on Top Sub. Screw Top Sub into top end of second Extension.

Follow recommended Make-Up Torque as provided in chart.



510L-005-001 4-1/2" LOGAN HP CASING PATCH

			FORM 9			
	STATE OF UTAH		TOKH 9			
	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINI		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191			
SUNDF	RY NOTICES AND REPORTS O	N WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
	sals to drill new wells, significantly deepen ex gged wells, or to drill horizontal laterals. Use		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES			
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-03CT			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047401500000			
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	<b>PHONE</b> treet, Suite 600, Denver, CO, 80217 3779	<b>NUMBER:</b> 720 929-6515 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0731 FNL 1740 FWL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NENW Section: 03	IP, RANGE, MERIDIAN: Township: 10.0S Range: 22.0E Meridian: S		STATE: UTAH			
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	☐ ACIDIZE	ALTER CASING	✓ CASING REPAIR			
☐ NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	☐ CHANGE WELL NAME			
Approximate date work will start:	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE			
SUBSEQUENT REPORT Date of Work Completion: 9/1/2011	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION			
	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK			
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON			
	☐ TUBING REPAIR	VENT OR FLARE	☐ WATER DISPOSAL			
DRILLING REPORT Report Date:	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION			
·	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER: Wellhead Repair			
12 DESCRIBE PROPOSED OF CO	MPLETED OPERATIONS. Clearly show all pertin	ent details including dates, denths, y	' <del></del>			
THE OPERATOR HA	AS CONCLUDED WELLHEAD/CASCATION. PLEASE SEE THE ATTAC FORY FOR DETAILS OF THE OPE	SING REPAIRS ON THE CHED CHRONOLOGICAL RATIONS.	Accepted by the Jtah Division of			
			I, Gas and Mining			
			R RECORD ONLY			
		1 01	RECORD ONLI			
NAME (PLEASE PRINT) Gina Becker	<b>PHONE NUMBER</b> 720 929-6086	TITLE Regulatory Analyst II				
SIGNATURE N/A		<b>DATE</b> 9/1/2011				

					US	ROC	KIES F	REGION
				0	perati	ion S	umm	nary Report
Well: NBU 102	2-3CT			Spud Co	onductor:	7/2/200	9	Spud Date: 7/3/2009
Project: UTAH-	UINTAL	l		Site: NBU 165 PAD				Rig Name No: LEED 698/698
Event: WELL V	VORK E	XPENSE		Start Date: 8/11/2011				End Date: 8/17/2011
Active Datum:	RKB @5	5,090.00ft	(above Mean	Sea Leve	UWI: N	E/NW/0/	/10/S/22	2/E/3/0/0/6/PM/N/731.00/W/0/1,740.00/0/0
Date	Sta	Γime art-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (ft)
8/11/2011		- 9:00	2.00	ALL	30	G	Р	
		- 10:00	1.00	ALL	30	Α	Р	MIRU.
		- 10:30 - 11:00	0.50	ALL	48	_	P P	HSM, ROAD RIG EQUIPMENT & RU.
			0.50	ALL	30	F		FCP. 156 PSI. FTP. 156 PSI. BLEW TBG DWN, CONTROL TBG 10 BBLS, TBG PRESSURE TO 170 PSI. TBG PLUGGED, ND WH, NU BOP'S, RU FLOOR & TBG EQUIPMENT.
	11:00	- 14:00	3.00	ALL	31	I	Р	UNLAND TBG HANGER, POOH 266 JTS. 2-3/8 J-55 TBG, LD LAST 2 JTS PLUGGED W/ BARIUM SCALE.
		- 16:00	2.00	ALL	34	I	Р	RU J-W WIRELINE COMPANY, RIH 4-1/2 BAKER 10K CIBP & SET @ 7018', POOH TOOLS, RD J-W WIRELINE COMPANY, FILL CSG W/ T-MAC, P.T. PLUG TO 3000 PSI. HELD, SWI, SDFN.
8/12/2011		- 7:30	0.50	ALL	48		Р	HSM, REVIEW BACK-OFF PROCEDURE.
	7:30	- 8:00	0.50	ALL	47	Α	Р	RD FLOOR & TBG EQUIPMENT, ND BOP'S, ND CSG BOWL, RU PWR SWVL,
		- 9:15	1.25	ALL	31	В	Р	PU INTERNAL CSG CUTTER & RIH, CUT 4-1/2 CSG 3' F/ SURFACE, POOH, LD CUTTER & CSG, RD PWR SWVL, PU 4-1/2 OVERSHOT, RIH, LATCH FISH, RU CSG CREW & WIRELINE SERVICES & STRING SHOT COLLAR, LOST CCL DWN HOLE, BACK-OFF CSG PUP JNT, POOH, RD CSG CREW & WIRELINE SERVICES, PU NEW 10' PUP JNT W/ENTRY GUIDE, TAG CSG TOP, THREAD INTO CSG, TORQUE CSG TO 7000# W/ 13 ROTATIONS ON CSG, PU CSG TO 100,000# TENSION.
	9:15	- 10:15	1.00	ALL	33	С	Р	RU B&C QUICK TEST, P.T. 4-1/2 CSG TO 1000 PSI FOR 15 MINS. LOST 19 PSI. IN 15 MINS. P.T. 4-1/2 CSG TO 3500 PSI. FOR 30 MINS, LOST 51 PSI. FOI 30 MINS. RD B&C QUICK TEST.
	10:15	- 12:00	1.75	ALL	47	С	Р	SET C-22 SLIPS, LAND 4-1/2 CSG W/ 85,000# TENSION, CUT-OFF & DRESS 4-1/2 CSG STUB, NI CSG BOWL, NU BOP'S, RU FLOOR & TBG EQUIPMENT.
	12:00	- 14:30	2.50	ALL	35	D	S	W/O FISHING TOOLS, RU SWAB EQUIPMENT, RIF W/ 1-7/16 OVERSHOT TO RETRIEVE CABLE HEAD, CCL, & SHOT ROD, OVERALL LENGTH 7'.75", UNSUCCESSFUL, POOH & LD SWAB EQUIPMENT.
	14:30	- 17:00	2.50	ALL	31	I	Р	PU 3-7/8 HURRICANE MILL, BIT SUB, RIH 224 JTS 2-3/8 J-55 TBG, TAG WIRELINE TOOLS @ 7013', LD 1 JNT. EOT @ 7010', W/ 223 JTS. IN WELL, SWI, SDFWE.
8/15/2011		- 7:30	0.50	ALL	48		Р	HSM, REVIEW RU PWR SWVL.
		- 8:00	0.50	ALL	47	Α	Р	NU PWR SWVL, INSTALL TSF, RU TECH FOAM.
		- 8:30	0.50	ALL	31	Н	Р	BROKE CIRC IN 30 MINS.
	8:30	- 19:00	10.50	ALL	44	D	Р	PU 1 JNT,TAG WIRELINE TOOLS @ 7013', MILLED ON WIRELINE TOOLS, MADE 6.0', CIRC HOLE CLEAN, SWI, SDFN.
8/16/2011	7:00	- 7:30	0.50	ALL	48		Р	HSM, REVIEW TRIPPING TBG.
	7:30	- 11:30	4.00	ALL	31	I		LD PWR SWVL, POOH 224 JTS. 2-3/8 J-55 TBG, LD MILL, PU NEW 3-7/8 MILL & RIH 224 JTS. 2-3/8 J-59 TBG,

#### **US ROCKIES REGION Operation Summary Report** Spud Conductor: 7/2/2009 Spud Date: 7/3/2009 Well: NBU 1022-3CT Project: UTAH-UINTAH Site: NBU 165 PAD Rig Name No: LEED 698/698 **Event: WELL WORK EXPENSE** Start Date: 8/11/2011 End Date: 8/17/2011 Active Datum: RKB @5,090.00ft (above Mean Sea Leve UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/731.00/W/0/1,740.00/0/0 Date Phase Code P/U MD From Operation Time Duration Sub Start-End Code (ft) (hr) PU PWR SWVL, INSTALL TSF, RU TECH 11:30 - 14:00 2.50 ALL 44 D FOAM, TAG WIRELINE TOOLS @ 7017', ESTAB CIRC IN 20 MINS, D/O WIRELINE TOOLS & CIBP, FELL THROUGH, HAD 150 PSI. INCREASE, KILL TBG, REMOVE TSF, LD PWR SWVL 14:00 - 14:30 0.50 ALL 31 RIH 2-3/8 J-55 TBG F/ DERRICK, TAG SCALE @ 7885' W/ 251 JTS. RU PWR SWVL, INSTALL TSF, ESTAB CIRC IN 10 MINS. 14:30 - 17:30 D/O HARD BARIUM SCALE F/ 7885' TO 8013', FELL 3.00 ALL 44 D THROUGH, LD PWR SWVL, REMOVE TSF, RIH TBG & TAG SCALE @ 8373', RU PWR SWVL, INSTALL TSF, ESTAB CIRC IN 10 MINS, D/O HARD BARIUM SCALE F/ 8371' TO 8391' IN 45 MINS. CIRC HOLE CLEAN, SWI, SDFN. 8/17/2011 7:00 - 7:30 0.50 ALL 48 HSM, REVIEW AIR FOAM UNIT. 7:30 - 9:00 1.50 ALL 44 D Ρ SICP. 1100 PSI. SITP. 500 PSI. ESTABLISH CIR IN 10 MINS. C/O F/ 8391' TO 8437' FELL THROUGH. RIH W/TBG @ TAG @ 8858', CIRC HOLE CLEAN, RD PWR SWVL, 9:00 - 15:30 6.50 ALL 31 Ρ POOH & LD 15 JTS. 2-3/8 TBG ON TRAILER, REMOVE TSF, POOH 266 JTS. 2-3/8 J-55 TBG, LD MILL, PU 1.875 XN HALF POBS, & RIH 133 JTS. TBG, RU SWAB EQUIPMENT, RIH 1.9 BROACH & BROACH TBG TO EOT @ 4175', GOOD, POOH, FINISH RIH 133 JTS.TBG, EOT @ 4175', RU SWAB EQUIPMENT, RIH 1.9 BROACH & BROACH TBG TO 4175', GOOD, POOH, LAND TBG HANGER, RD FLOOR & TBG EQUIPMENT, ND BOP'S, NU WH, RDMO. **TBG DETAIL** KB-----18' CAMERON HANGER-----.83" 266 JTS. 2-3/8 J-55 TBG @-----8351.75' 1.875 XN HALF POBS-----2.20' EOT @----------8372.78' TOP PERF @ 7068' BTM PERF @ 8792' PBTD @ 8861 WLTR, 77 BBLS.

API # 4304740150-00S1

# Sundry Number: 28949 API Well Number: 43047401500000 FEDERAL APPROVAL OF THIS ACTION IS NECESSARY

	STATE OF UTAH		FORM 9			
1	DEPARTMENT OF NATURAL RESOUR DIVISION OF OIL, GAS, AND MI		3	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01191		
SUNDR	RY NOTICES AND REPORTS	ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	posals to drill new wells, significantly reenter plugged wells, or to drill horiz n for such proposals.			7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBER: NBU 1022-03CT		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.			9. API NUMBER: 43047401500000		
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 802		NE NUMBER: 720 929-6	9. FIELD and POOL or WILDCAT: 5NIATUERAL BUTTES		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0731 FNL 1740 FWL				COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NENW Section: (	HIP, RANGE, MERIDIAN: 03 Township: 10.0S Range: 22.0E Me	ridian:	S	STATE: UTAH		
11. CHEC	K APPROPRIATE BOXES TO INDICA	ATE N	ATURE OF NOTICE, REPOR	T, OR OTHER DATA		
TYPE OF SUBMISSION			TYPE OF ACTION			
The operator reques	CHANGE TO PREVIOUS PLANS  CHANGE WELL STATUS  DEEPEN  OPERATOR CHANGE  PRODUCTION START OR RESUME  REPERFORATE CURRENT FORMATION  TUBING REPAIR  WATER SHUTOFF  WILDCAT WELL DETERMINATION  COMPLETED OPERATIONS. Clearly show sts authorization to temporate to drill the NBU 1022-3C procedures.	C   C   C   C   C   C   C   C   C   C	abandon the subject	CASING REPAIR  CHANGE WELL NAME  CONVERT WELL TYPE  NEW CONSTRUCTION  PLUG BACK  RECOMPLETE DIFFERENT FORMATION  ✓ TEMPORARY ABANDON  WATER DISPOSAL  APD EXTENSION  OTHER:  Depths, volumes, etc.  Accepted by the Utah Division of Oil, Gas and Mining  Date: August 20, 2012  By:		
NAME (PLEASE PRINT) Jaime Scharnowske	<b>PHONE NUM</b> 720 929-6304	IBER	TITLE Regulartory Analyst			
SIGNATURE N/A			<b>DATE</b> 8/14/2012			

Well Name: <u>NBU 1022-3CT</u> 8/14/12

Surface Location: NENW Sec. 3, T10S, R22E

Uintah County, UT

#### Recommended action for disposition of well bore:

This well will be temporarily abandoned to accommodate drilling operations in one of 2 ways. We will either plug the wellbore as outlined in the attached procedure or Shut-In in the following manner: a) Set a tubing plug near EOT, install a flange over the tbg hanger, removal of master valve, set VR plugs in casing head at surface, and removal of casing wing valves, replaced with blind flanges.

**API:** 4304740150 **LEASE#:** U-01191

**ELEVATIONS:** 5072' GL 5090' KB

**TOTAL DEPTH:** 8911' **PBTD:** 8861'

**SURFACE CASING:** 9 5/8", 36# J-55 @ 2311'

**PRODUCTION CASING:** 4 1/2", 11.6# I-80 @ 8906'

TOC @ Surface per CBL

**PRODUCTION TUBING:** 2 3/8" J-55 TBG @ 8373' (Workover rpt 8/17/11)

PERFORATIONS: MESAVERDE 7068' - 8792'

Tubular/Borehole	Drift	Collapse psi	Burst psi	Capacities					
	inches			Gal./ft.	Cuft/ft.		Bbl./ft.		
2.375" 4.7# J-55 tbg.	1.901	8100	7700	0.1624		0.02171	0.00387		
4.5" 11.6# I-80	3.875	6350	7780	0.6528		0.0872	0.0155		
9.625" 36# J-55	8.921	2020	3520	3.247		0.434	0.0773		
Annular Capacities									
2.375" tbg. X 4 ½" 11.6# o	esg	0.4227	0.0565		0.01				

#### **GEOLOGICAL TOPS:**

4344' Wasatch 6742' Mesaverde

#### NBU 1022-3CT TEMPORARY ABANDONMENT PROCEDURE

#### **GENERAL**

- H2S MAY BE PRESENT. CHECK FOR H2S AND TAKE APPROPRIATE PRECAUTIONS.
- CEMENT QUANTITIES BELOW ASSUME NEAT CLASS G, YIELD 1.145 CUFT./SX. IF A DIFFERENT PRODUCT IS USED, WELLSITE PERSONNEL ARE RESONSIBLE FOR CORRECTING QUANTITIES TO YIELD THE STATED SLURRY VOLUME. WHEN SQUEEZING, INCLUDE 10% EXCESS PER 1000' OF DEPTH.
- TREATED FRESH WATER WILL BE PLACED BETWEEN ALL PLUGS INSTEAD OF BRINE.
- ALL DISPLACEMENT FLUID SHALL CONTAIN CORROSION INHIBITOR AND BIOCIDE. PREMIX 5 GALLONS PER 100 BBLS FLUID.
- NOTIFY BLM/UDOGM 24 HOURS BEFORE MOVING ON LOCATION.

#### **PROCEDURE**

Note: An estimated 24 sx of cement needed to perform procedure.

- 1. MIRU. KILL WELL AS NEEDED. ND WH. NU AND TEST BOPE.
- 2. RU WIRELINE. ENSURE WELLBORE IS CLEAN. A GPS READING WILL NEED TO BE TAKEN AT THE WELL SITE AND RECORDED IN OPENWELLS. PLEASE TAKE IT TO THE 6TH DECIMAL PLACE.
- 3. RUN GYRO SURVEY.
- 4. PLUG #1, ISOLATE MV PERFORATIONS (7068' 8792'): RIH W/ 4 ½" CBP. SET @ ~7020'. RELEASE CBP, PUH 10', BRK CIRC W/ FRESH WATER. PRESSURE TEST CASING TO 500 PSI. INFORM ENGINEERING IF IT DOESN'T TEST. DISPLACE A MINIMUM OF 8 SX/ 1.6 BBL/ 8.7 CUFT. ON TOP OF PLUG. PUH ABOVE TOC (~6920'). REVERSE CIRCULATE W/ TREATED FRESH WATER.
- 5. PLUG #2, PROTECT TOP OF WASATCH (4344'): PUH TO ~4450'. BRK CIRC W/ FRESH WATER. DISPLACE A MINIMUM OF 16 SX / 3.3 BBL / 18.3 CUFT AND BALANCE PLUG W/ TOC @ ~4240' (210' COVERAGE). PUH ABOVE TOC. REVERSE CIRCULATE W/ TREATED FRESH WATER.
- 6. LOWER WELLHEAD TO GROUND LEVEL TO ACCOMMODATE DRILLING OPS AND INSTALL MARKER PER UDOGM GUIDELINES.
- 7. RDMO. TURN OVER TO DRILLING OPERATIONS.

ALM 8/14/12

	STATE OF UTAH		FORM 9					
ι	STATE OF UTAH  DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING  SUNDRY NOTICES AND REPORTS ON WELLS  It use this form for proposals to drill new wells, significantly deepen existing wells below not bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION  PERMIT TO DRILL form for such proposals.  **BO WELL NAME and NUMBER:** NBU 1022-03CT  Well  **Well  **BO OPERATOR:** NBU 1022-03CT  **BO PERATOR:** NBU 1022-03CT  **BO APPINUMBER:** NBU 1022-03CT  **BO APPINUM							
SUNDR	Y NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
current bottom-hole depth, i	reenter plugged wells, or to drill horize							
1. TYPE OF WELL Gas Well								
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.							
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 8021							
4. LOCATION OF WELL FOOTAGES AT SURFACE:								
QTR/QTR, SECTION, TOWNSH	0731 FNL 1740 FWL ITR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NENW Section: 03 Township: 10.0S Range: 22.0E Meridian: S  UTAH							
11. CHECI	K APPROPRIATE BOXES TO INDICA	ATE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA					
TYPE OF SUBMISSION		TYPE OF ACTION						
	ACIDIZE	ALTER CASING	CASING REPAIR					
NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME					
Approximate date work will start:	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE					
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION					
	OPERATOR CHANGE	PLUG AND ARANDON	PLUG BACK					
DRILLING REPORT								
Report Date:		☐ SI TA STATUS EXTENSION	APD EXTENSION					
		OTHER	OTHER:					
The operator has co the subject well loc to expand and drill th chronolo	encluded the temporary aba eation on 7/29/2013. This we he NBU 1022-3C Pad wells. ogical well history for details	andonment operations on rell was plugged in order Please see the attached s. Thank you.	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY					
NAME (PLEASE PRINT) Teena Paulo	<b>PHONE NUMI</b> 720 929-6236	BER TITLE Staff Regulatory Specialist						
SIGNATURE N/A		<b>DATE</b> 8/20/2013						

US ROCKIES REGION								
Operation Summary Report								
Well: NBU 1022-3CT Spud Coi			nductor: 7	nductor: 7/2/2009 Spud Date: 7/3/20			/2009	
Project: UTAH-UINTAH Site: NBU			J 1022-03	1022-03C PAD			Rig Name No: MILES 2/2	
Event: ABANDO	NMENT		Start Date	e: 7/25/2013				End Date: 7/29/2013
Active Datum: RKB @5,090.00usft (above Mean Sea Level)		ea	UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/73			/3/0/0/6/PM/N/731	.00/W/0/1,740.00/0/0	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
7/25/2013	12:00 - 18:00	6.00	ABANDT	45	Α	Р		ROAD RIG FROM NBU 921-22I PAD, MIRU, SPOT EQUIP, CONTROL WELL W/ TMAC, ND WH, UNLAND TBG TO SEE IF ITS FREE PULLED 65K MOVED 2' UP, REMOVE HANGER & STRIP BOP OVER TBG, NU BOP, RU FLOOR & TBG EQUIP, PT BOP TO 3,000 PSI, WORK STUCK TBG FOR APPROX 1HR CAME FREE, MIRU SCAN TECH POOH SANNING TBG, C/O SLIP DIES, FINISH SCANNING IN AM, SWI, SDFN.
7/26/2013	7:00 - 7:15	0.25	ABANDT	48		Р		HSM, SLIPS, TRIPS & FALLS, SCANNING TBG, TRIPPING
	7:15 - 10:00	2.75	ABANDT	45	А	Р		LAT 39.983260, LONG 109.429337, SICP 350 PSI, CONTROL WELL W/ TMAC, SCANNED 266 JTS J-55 TBG, 43 YELLOW, 19 BLUE, 204 RED, LT EXTER SCALE JT #12, BAD PINS JTS 32 & 42, HEAVY INTER SCALE JTS 51- 79, PITTING & WALL 101- 224, 243- 266, HEAVY EXTER SCALE JTS 228- 266, RDMO SCAN TECH
	10:00 - 11:30	1.50	ABANDT	34	I	Р		MIRU CUTTERS, RIH W/ 3.70" G/R POOH, RIH W/ 4 1/2" HAL 8K CBP & SET @ 7,020' POOH, RDMO CUTTERS
	11:30 - 13:00	1.50	ABANDT	31	I	Р		RIH W/ 223 JTS J-55 TBG TO 7,010'
	13:00 - 15:30	2.50	ABANDT	51	D	Р		MIRU PROPETRO, BREAK CIRC W/ 85 BBLS TMAC, P/T CSG TO 500 PSI GOOD, 1ST BALANCE PLUG @ 7,010' PUMP 2 BBL FRESH, 10 SKS 15.9# CLASS G CMT, DISPLACE W/ 26.6 BBLS FRESH TOC @ 6,877', L/D 81 JTS, 2ND BALANCE PLUG @ 4,467', PUMP 1 BBL FRESH, 20 SKS 15.9# CLASS G CMT, DISPLACE W/ 16.3 BBLS FRESH TOC @ 4,203', L/D TBG TONGS BROKE HAD SHUT DOWN, FINISH LD TBG ON MONDAY SWI, SDFWE
7/29/2013	7:00 - 7:15	0.25	ABANDT	48		Р		HSM, SLIPS, TRIPS & FALLS, L/D TBG, RIG MOVE
	7:15 - 10:00	2.75	ABANDT	31	I	Р		L/D TBG, RD FLOOR & TBG EQUIP, ND BOP, NU WH, RD & MOVE TO NBU 165, LOWER WH FOR DRLG OPPS.
7/31/2013	7:00 -							REMOVE PRODUCTION FACILITIES TO PREPARE LOCATION FOR PAD DRILLING

8/16/2013 3:48:25PM 1

	STATE OF UTAH DEPARTMENT OF NATURAL RESOU			FORI	VI 9		
ι	5.LEASE DESIGNATION AND SERIAL NUMBER UTU-01191	ER:					
SUNDR	RY NOTICES AND REPORTS	SON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	_		
	posals to drill new wells, significantl reenter plugged wells, or to drill horiz n for such proposals.			7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES	_		
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBER: NBU 1022-03CT			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.			9. API NUMBER: 43047401500000			
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 802		<b>NE NUMBER:</b> 9 720 929-6	9. FIELD and POOL or WILDCAT: 1NATERAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0731 FNL 1740 FWL				COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NENW Section: 03 Township: 10.0S Range: 22.0E Meridian: S  1.							
11. CHECI	K APPROPRIATE BOXES TO INDIC	CATE NA	ATURE OF NOTICE, REPOR	RT, OR OTHER DATA			
TYPE OF SUBMISSION			TYPE OF ACTION				
	ACIDIZE	Па	LTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	С	HANGE TUBING	CHANGE WELL NAME			
	CHANGE WELL STATUS	□ c	OMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	☐ FF	RACTURE TREAT	NEW CONSTRUCTION			
3/18/2014	OPERATOR CHANGE	PI	LUG AND ABANDON	PLUG BACK			
SPUD REPORT	✓ PRODUCTION START OR RESUME	R	ECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
Date of Spud:	REPERFORATE CURRENT FORMATION	SI	IDETRACK TO REPAIR WELL	TEMPORARY ABANDON			
	TUBING REPAIR	□ vi	ENT OR FLARE	WATER DISPOSAL			
DRILLING REPORT Report Date:	WATER SHUTOFF	☐ si	I TA STATUS EXTENSION	APD EXTENSION			
	WILDCAT WELL DETERMINATION		THER	OTHER:			
40 DECODINE DRODOCED OR	COMPLETED OPERATIONS. Clearly sho		tinent deteile including detect		_		
THE SUBJECT WE	LL WAS RETURNED TO PRO RY ABANDON STATUS. PLEA WELL HISTORY FOR DETA	ODÚC ASE S	TION ON 3/18/2014	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY March 19, 2014			
NAME (PLEASE PRINT) Teena Paulo	<b>PHONE NUN</b> 720 929-6236	MBER	TITLE Staff Regulatory Specialist				
SIGNATURE N/A			<b>DATE</b> 3/19/2014				

				U	S ROC	KIES RI	EGION	
Operation Summary Report								
Well: NBU 1022-3CT Spud Co			nductor: 7/2/2009 Spud Date: 7/3/2			Spud Date: 7/3	/2009	
Project: UTAH-UINTAH Site: NBL			J 1022-03	C PAD			Rig Name No: MILES 3/3	
Event: ABANDONMENT Start Date		e: 2/24/2014			End Date: 2/26/2014			
Active Datum: RKB @5,090.00usft (above Mean Sea Level)		ea	UWI: NE/NW/0/10/S/22/E/3/0/0/6/PM/N/731.0			3/0/0/6/PM/N/731	.00/W/0/1,740.00/0/0	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
12/15/2013	7:00 -							REBUILD FACILITIES TO RETURN WELL TO PRODUCTION
2/24/2014	10:00 - 12:00	2.00	ABANDT	30	Α	Р		MOVED OVER F/ NBU 165, ND WH NU BOPS, RU FLOOR & TBG EQUIP.
	12:00 - 17:00	5.00	ABANDT	31	I	Р		TALLY & PU 37/8 BIT & 133 JTS 23/8 J-55 TAG @ 4197', RU DRLG EQUIP BROKE CIRC REV, TEST BOPS TO 3,000 PSI. D/O CMT F/ 4228' TO 4257' CIRC CLN SWI SDFN.
2/25/2014	7:00 - 7:30	0.50	ABANDT	48		Р		HSM, WORKING W/ POWER SWIVEL DRILLING CMT.
	7:30 - 15:30	8.00	ABANDT	44	Α	Р		SICP 0, BROKE CIRC D/O REM CMT F/ 4257' TO 4433' 176' CMT FELL FREE TO 6904' BROKE CIRC D/O CMT TO 7001' 97' CIRC CLN, RD SWIVEL POOH W/ 223 JTS 23/8 J-55 L/D BIT, PU RIH W/ 37/8 MILL & POBS 223 JTS, RU SWIVEL
	15:30 - 17:30	2.00	ABANDT	44	С	Р		BROKE CIRC W/ AIR/FOAM DISPLACE CMT WTR TO PIT D/O REM 20 ' CMT & CBP @ 7020' IN 4 MIN 400 PSI INCREASE. KILL TBG RD SWIVEL. PULL 2 JTS REM TSF RIH 2 JTS EOT @ 7064' SWI LOCK RAMS, SDFN
2/26/2014	7:00 - 7:30	0.50	ABANDT	48		Р		HSM, OPENING WELL TO PIT
	7:30 - 8:00	0.50	ABANDT	31	1	Р		SICP 1800 PSI, OPEN TBG PIT, CONTROL TBG W/ 20 BBLS T-MAC PU 1 JT TAG @ 7082' RU SWIVEL.
	8:00 - 18:00	10.00	ABANDT	44	D	Р		BROKE CIRC W/ AIR/FOAM DRILL 4' SCALE TO 7086' FELL FREE TO 7301' C/O 30' SCALE, FELL FREE TO 7610' C/O 25' SCALE FELL FREE TO 8432' C/O 409' SCALE & SAND TO 8841' PBTD @ 8861', CIRC CLN, KILL TBG RD SWIVEL, L/D 13 JTS REM TSF, L/D 3 MORE JTS LAND TBG, ND BOPS NU WH, PUMP OFF BIT. SWI RIG DOWN RIG SDFN. FINAL
								KB = 18' 7" 5K HANGER = .83' 266 JTS 23/8 J-55 = 8328.23' ( NEW ) POBS W/ 1.875 X/N = 2.20' EOT @ 8349.26' 30 BBLS TWTR

3/19/2014 9:47:19AM 1